

Senate File 569 - Reprinted

SENATE FILE 569

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SSB 1218)

(As Amended and Passed by the Senate April 19, 2023)

A BILL FOR

1 An Act relating to local government property taxes, financial
2 authority, operations, and budgets, modifying certain
3 transit funding, property tax credits and exemptions, and
4 appropriations, requiring certain information related
5 to property taxation to be provided to property owners
6 and taxpayers, modifying provisions relating to fees for
7 driver's licenses and nonoperator's identification cards,
8 modifying provisions relating to certain writing fees,
9 making penalties applicable, and including effective date,
10 retroactive applicability, and applicability provisions.
11 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

DIVISION I

COUNTY PROPERTY TAXES AND BUDGETS

Section 1. Section 331.301, subsection 10, paragraph e, subparagraph (1), Code 2023, is amended to read as follows:

(1) (a) The board must follow substantially the authorization procedures of [section 331.443](#) to authorize a lease or lease-purchase contract for personal property which is payable from the general fund. The board must follow substantially the authorization procedures of section 331.443 to authorize a lease or lease-purchase contract for real property which is payable from the general fund if the principal amount of the lease-purchase contract does not exceed the following limits:

(i) ~~Four~~ Five hundred twenty thousand dollars in a county having a population of twenty-five thousand or less.

(ii) ~~Five~~ Six hundred fifty thousand dollars in a county having a population of more than twenty-five thousand but not more than fifty thousand.

(iii) ~~Six~~ Seven hundred eighty thousand dollars in a county having a population of more than fifty thousand but not more than one hundred thousand.

(iv) ~~Eight hundred~~ One million forty thousand dollars in a county having a population of more than one hundred thousand but not more than two hundred thousand.

(v) One million three hundred thousand dollars in a county having a population of more than two hundred thousand.

(b) However, if the principal amount of a lease or lease-purchase contract pursuant to this subparagraph (1) is less than ~~twenty-five~~ thirty-two thousand five hundred dollars, the board may authorize the lease or lease-purchase contract without following the authorization procedures of section 331.443.

Sec. 2. Section 331.402, subsection 3, paragraph d, subparagraph (1), subparagraph divisions (a), (b), (c), (d), and (e), Code 2023, are amended to read as follows:

1 (a) ~~Four~~ Five hundred twenty thousand dollars in a county
2 having a population of twenty-five thousand or less.

3 (b) ~~Five~~ Six hundred fifty thousand dollars in a county
4 having a population of more than twenty-five thousand but not
5 more than fifty thousand.

6 (c) ~~Six~~ Seven hundred eighty thousand dollars in a county
7 having a population of more than fifty thousand but not more
8 than one hundred thousand.

9 (d) ~~Eight hundred~~ One million forty thousand dollars in a
10 county having a population of more than one hundred thousand
11 but not more than two hundred thousand.

12 (e) One million three hundred thousand dollars in a county
13 having a population of more than two hundred thousand.

14 Sec. 3. Section 331.403, subsection 1, Code 2023, is amended
15 to read as follows:

16 1. Not later than December 1 of each year on forms and
17 pursuant to instructions prescribed by the department of
18 management, a county shall prepare an annual financial report
19 showing for each county fund the financial condition as of
20 June 30 and the results of operations for the year then ended.
21 Copies of the report shall be maintained as a public record at
22 the auditor's office and shall be filed with the director of
23 the department of management and with the auditor of state by
24 December 1. A summary of the report, in a form prescribed by
25 the director, shall be published by each county not later than
26 December 1 of each year in one or more newspapers which meet
27 the requirements of [section 618.14](#). Beginning with the annual
28 financial report filed by December 1, 2025, each report shall
29 include a list of bonds, notes, or other obligations issued
30 by the county during the most recently completed fiscal year,
31 and the applicable lists for other fiscal years beginning on
32 or after July 1, 2024, for which obligations remain unpaid,
33 payable from any source, including the amount of the issuance,
34 the project or purpose of the issuance, whether the issuance
35 was approved at election, eligible to be subject to a petition

1 for an election, or was exempt from approval at election as
2 the result of statutory exclusions based on population of
3 the county or amount of the issuance, and identification of
4 issuances from the fiscal year or prior fiscal years related
5 to the same project or purpose.

6 Sec. 4. Section 331.422, unnumbered paragraph 1, Code 2023,
7 is amended to read as follows:

8 Subject to this section and sections 331.423 through ~~331.426~~
9 331.425 or as otherwise provided by state law, the board of
10 each county shall certify property taxes annually at its March
11 session to be levied for county purposes as follows:

12 Sec. 5. Section 331.423, Code 2023, is amended to read as
13 follows:

14 **331.423 Basic levies — maximums — adjustments.**

15 Annually, the board may certify basic levies, subject to the
16 following limits:

17 1. For general county services~~;~~:

18 a. For fiscal years beginning before July 1, 2024, three
19 dollars and fifty cents per thousand dollars of the assessed
20 value of all taxable property in the county.

21 b. For the fiscal year beginning July 1, 2024, a levy rate
22 per thousand dollars of taxable value equal to the sum of three
23 dollars and fifty cents plus the sum of the amount per thousand
24 dollars of taxable value levied for general county services
25 under section 331.426, Code 2023, for the fiscal year beginning
26 July 1, 2023.

27 c. (1) For each fiscal year beginning on or after July 1,
28 2025, subject to paragraph "d", the greater of three dollars
29 and fifty cents per thousand dollars of assessed value used to
30 calculate taxes for the budget year and the amount determined
31 under paragraph "b", as adjusted under subparagraph (2), if
32 applicable.

33 (2) If the total assessed value used to calculate taxes
34 for general county services for the budget year exceeds one
35 hundred three and one-fourth percent of the total assessed

1 value used to calculate taxes for the current fiscal year, the
 2 levy rate per thousand dollars determined under paragraph "b",
 3 as previously adjusted under this subparagraph, if applicable,
 4 shall be reduced to a rate per one thousand dollars of assessed
 5 value that is equal to one thousand multiplied by the quotient
 6 of the current fiscal year's actual property tax dollars
 7 certified for levy under this subsection 1 divided by one
 8 hundred three and one-fourth percent of the total assessed
 9 value used to calculate taxes for the current fiscal year.

10 d. In addition to the limitation under paragraph "c",
 11 for fiscal years beginning on or after July 1, 2025, if the
 12 county's actual levy rate imposed under this subsection for the
 13 current fiscal year is three dollars and fifty cents or less
 14 per thousand dollars of assessed value and the total assessed
 15 value used to calculate taxes for the budget year exceeds one
 16 hundred two and one-half percent of the total assessed value
 17 used to calculate taxes for the current fiscal year, the levy
 18 rate imposed under this subsection for the budget year shall
 19 not exceed a rate per one thousand dollars of assessed value
 20 that is equal to one thousand multiplied by the quotient of the
 21 current fiscal year's actual property tax dollars certified for
 22 levy under this subsection 1 divided by one hundred two and
 23 one-half percent of the total assessed value used to calculate
 24 taxes for the current fiscal year.

25 2. For rural county services:

26 a. For fiscal years beginning before July 1, 2024, three
 27 dollars and ninety-five cents per thousand dollars of the
 28 assessed value of taxable property in the county outside of
 29 incorporated city areas.

30 b. For the fiscal year beginning July 1, 2024, a levy rate
 31 per thousand dollars of taxable value equal to the sum of three
 32 dollars and ninety-five cents plus the sum of the amount per
 33 thousand dollars of taxable value levied for rural county
 34 services under section 331.426, Code 2023, for the fiscal year
 35 beginning July 1, 2023.

1 c. (1) For each fiscal year beginning on or after July 1,
2 2025, subject to paragraph "d", the greater of three dollars
3 and ninety-five cents per thousand dollars of assessed value
4 used to calculate taxes for the budget year and the amount
5 determined under paragraph "b", as adjusted under subparagraph
6 (2), if applicable.

7 (2) If the total assessed value used to calculate taxes for
8 rural county services under this subsection for the budget year
9 exceeds one hundred three and one-fourth percent of the total
10 assessed value used to calculate taxes for the current fiscal
11 year, the levy rate per thousand dollars determined under
12 paragraph "b", as previously adjusted under this subparagraph,
13 if applicable, shall be reduced to a rate per one thousand
14 dollars of assessed value that is equal to one thousand
15 multiplied by the quotient of the current fiscal year's actual
16 property tax dollars certified for levy under this subsection
17 2 divided by one hundred three and one-fourth percent of the
18 total assessed value used to calculate taxes for the current
19 fiscal year.

20 d. In addition to the limitation under paragraph "c",
21 for fiscal years beginning on or after July 1, 2025, if the
22 county's actual levy rate imposed under this subsection for
23 the current fiscal year is three dollars and ninety-five cents
24 or less per thousand dollars of assessed value and the total
25 assessed value used to calculate taxes for the budget year
26 exceeds one hundred two and one-half percent of the total
27 assessed value used to calculate taxes for the current fiscal
28 year, the levy rate imposed under this subsection for the
29 budget year shall not exceed a rate per one thousand dollars
30 of assessed value that is equal to one thousand multiplied
31 by the quotient of the current fiscal year's actual property
32 tax dollars certified for levy under this subsection 2 divided
33 by one hundred two and one-half percent of the total assessed
34 value used to calculate taxes for the current fiscal year.

35 3. For purposes of this section:

1 a. "Budget year" is the fiscal year beginning during the
2 calendar year in which a budget is certified.

3 b. "Current fiscal year" is the fiscal year ending during
4 the calendar year in which a budget for the budget year is
5 certified.

6 Sec. 6. Section 331.425, unnumbered paragraph 1, Code 2023,
7 is amended to read as follows:

8 The board may certify an addition to a levy in excess
9 of the amounts otherwise permitted under [sections 331.423](#),
10 and 331.424, ~~and 331.426~~ if the proposition to certify an
11 addition to a levy has been submitted at a special levy
12 election and received a favorable majority of the votes cast
13 on the proposition. A special levy election is subject to the
14 following:

15 Sec. 7. Section 331.425, Code 2023, is amended by adding the
16 following new subsection:

17 NEW SUBSECTION. 6. a. If the addition to a levy approved
18 under this section is due to unusual circumstances resulting
19 from the following, the duration of such approval at election
20 shall not exceed the following period of years:

21 (1) Unusual problems relating to major new functions
22 required by state law, three years.

23 (2) Unusual need for a new program which will provide
24 substantial benefit to county residents, if the county
25 establishes the need and the amount of necessary increased
26 cost, one year.

27 b. For an election to approve an addition to a levy for a
28 reason specified in paragraph "a" or as the result of a natural
29 disaster, the ballot shall include a statement of the major
30 reasons for the difference between the proposed basic tax rate
31 and the maximum basic tax rate, including a description of the
32 major new functions required by state law and the specific
33 new costs to the county to implement the new functions, a
34 description of the new program that will provide substantial
35 benefits to county residents and specific new costs to the

1 county for the program, or the conditions and damage resulting
2 from the natural disaster that the county must remedy.

3 Sec. 8. Section 331.434, unnumbered paragraph 1, Code 2023,
4 is amended to read as follows:

5 Annually, the board of each county, subject to section
6 331.403, subsection 4, sections 331.423 through ~~331.426~~
7 331.425, section 331.433A, and other applicable state law,
8 shall prepare and adopt a budget, certify taxes, and provide
9 appropriations as follows:

10 Sec. 9. Section 331.435, subsection 1, Code 2023, is amended
11 to read as follows:

12 1. The board may amend the adopted county budget, subject to
13 sections 331.423 through ~~331.426~~ 331.425 and other applicable
14 state law, to permit increases in any class of proposed
15 expenditures contained in the budget summary published under
16 section 331.434, subsection 3.

17 Sec. 10. Section 331.441, subsection 2, paragraph b,
18 subparagraph (5), subparagraph divisions (a), (b), (c), (d),
19 and (e), Code 2023, are amended to read as follows:

20 (a) ~~Six~~ Seven hundred eighty thousand dollars in a county
21 having a population of twenty-five thousand or less.

22 (b) ~~Seven~~ Nine hundred ~~fifty~~ ten thousand dollars in a
23 county having a population of more than twenty-five thousand
24 but not more than fifty thousand.

25 (c) ~~Nine~~ One million one hundred seventy thousand dollars in
26 a county having a population of more than fifty thousand but
27 not more than one hundred thousand.

28 (d) One million ~~two~~ five hundred sixty thousand dollars in
29 a county having a population of more than one hundred thousand
30 but not more than two hundred thousand.

31 (e) One million ~~five~~ nine hundred fifty thousand dollars in
32 a county having a population of more than two hundred thousand.

33 Sec. 11. Section 331.441, subsection 2, paragraph c,
34 subparagraph (11), Code 2023, is amended by striking the
35 subparagraph.

1 Sec. 12. Section 331.442, subsection 2, paragraph a, Code
2 2023, is amended to read as follows:

3 a. The board shall publish notice of the proposal to issue
4 the bonds, including a statement of the amount and purpose
5 of the bonds, and a statement of the estimated cost of the
6 project for which the bonds are to be issued, and an estimate
7 of the annual increase in property taxes as the result of
8 the bond issuance on a residential property with an actual
9 value of one hundred thousand dollars. The notice shall be
10 published as provided in [section 331.305](#) with the minutes of
11 the meeting at which the board adopts a resolution to call a
12 county special election to vote upon the question of issuing
13 the bonds. The cost of the project, as published in the notice
14 pursuant to this paragraph, is an estimate and is not intended
15 to be binding on the board in later proceedings related to the
16 project.

17 Sec. 13. Section 331.442, subsection 5, paragraph a,
18 unnumbered paragraph 1, Code 2023, is amended to read as
19 follows:

20 Notwithstanding [subsection 2](#), a board, in lieu of calling
21 an election, may institute proceedings for the issuance of
22 bonds for a general county purpose by causing a notice of the
23 proposal to issue the bonds, including a statement of the
24 amount and purpose of the bonds, and the right to petition for
25 an election, to be published as provided in [section 331.305](#) at
26 least ten days prior to the meeting at which it is proposed
27 to take action for the issuance of the bonds subject to the
28 following population-based limitations, adjusted and published
29 annually in January by the department of management by applying
30 the percentage change in the consumer price index for all
31 urban consumers for the most recent available twelve-month
32 period published in the federal register by the United States
33 department of labor, bureau of labor statistics:

34 Sec. 14. Section 331.442, subsection 5, paragraph a,
35 subparagraphs (1), (2), and (3), Code 2023, are amended to read

1 as follows:

2 (1) In counties having a population of twenty thousand or
3 less, in an amount of not more than one hundred thirty thousand
4 dollars.

5 (2) In counties having a population of over twenty thousand
6 and not over fifty thousand, in an amount of not more than two
7 hundred sixty thousand dollars.

8 (3) In counties having a population of over fifty thousand,
9 in an amount of not more than three hundred ninety thousand
10 dollars.

11 Sec. 15. Section 331.442, subsection 5, Code 2023, is
12 amended by adding the following new paragraph:

13 NEW PARAGRAPH. *Ob.* Each county's population used to
14 determine the limitations of paragraph "a" shall be determined
15 by the greater of the county's population during the most
16 recent federal decennial census or the most recent population
17 estimate produced by the United States census bureau.

18 Sec. 16. Section 331.443, subsection 2, Code 2023, is
19 amended to read as follows:

20 2. Before the board may institute proceedings for the
21 issuance of bonds for an essential county purpose, a notice
22 of the proposed action, including a statement of the amount
23 and purposes of the bonds, an estimate of the annual increase
24 in property taxes as the result of the bond issuance on a
25 residential property with an actual value of one hundred
26 thousand dollars, and the time and place of the meeting at
27 which the board proposes to take action for the issuance of the
28 bonds, shall be published as provided in [section 331.305](#). At
29 the meeting, the board shall receive oral or written objections
30 from any resident or property owner of the county. After
31 all objections have been received and considered, the board,
32 at that meeting or a date to which it is adjourned, may take
33 additional action for the issuance of the bonds or abandon the
34 proposal to issue the bonds. Any resident or property owner
35 of the county may appeal the decision of the board to take

1 additional action to the district court of the county, within
 2 fifteen days after the additional action is taken, but the
 3 additional action of the board is final and conclusive unless
 4 the court finds that the board exceeded its authority. The
 5 provisions of *this subsection* with respect to notice, hearing,
 6 and appeal, are in lieu of any other law.

7 Sec. 17. REPEAL. Section 331.426, Code 2023, is repealed.

8 Sec. 18. EFFECTIVE DATE. This division of this Act takes
 9 effect July 1, 2024.

10 Sec. 19. APPLICABILITY. This division of this Act applies
 11 to taxes and budgets for fiscal years beginning on or after
 12 July 1, 2024.

13 DIVISION II

14 CITY PROPERTY TAXES AND BUDGETS

15 Sec. 20. Section 8.6, Code 2023, is amended by adding the
 16 following new subsection:

17 NEW SUBSECTION. 17. *County and city bond issuance.* To
 18 annually prepare and file with the general assembly by December
 19 1 a report specifying the updated population thresholds as
 20 adjusted under section 331.442, subsection 5, and section
 21 384.26, subsection 5, and detailing the use of the bond
 22 issuance procedures under section 331.442, subsection 5, and
 23 section 384.26, subsection 5, including the usage of such
 24 procedures by counties and cities based on the population-based
 25 limitations and the amount of bonds issued for each such usage.

26 Sec. 21. Section 24.48, subsection 5, Code 2023, is amended
 27 by adding the following new paragraph:

28 NEW PARAGRAPH. *c.* For budgets for fiscal years beginning on
 29 or after July 1, 2024, if the political subdivision is a city,
 30 a suspension of the statutory property tax levy limitations
 31 under this section shall only be approved by the state appeal
 32 board in the event of a natural disaster or under the reasons
 33 specified in subsection 1, paragraph "c" or "f".

34 Sec. 22. Section 28M.5, subsection 1, Code 2023, is amended
 35 to read as follows:

1 1. The commission, with the approval of the board of
 2 supervisors of participating counties and the city council
 3 of participating cities in the [chapter 28E](#) agreement, may
 4 levy annually a tax not to exceed ninety-five cents per
 5 thousand dollars of the assessed value of all taxable property
 6 in a regional transit district to the extent provided in
 7 this section. The [chapter 28E](#) agreement may authorize the
 8 commission to levy the tax at different rates within the
 9 participating cities and counties in amounts sufficient to meet
 10 the revenue responsibilities of such cities and counties as
 11 allocated in the budget adopted by the commission. However,
 12 for a city participating in a regional transit district, the
 13 total of all the tax levies imposed in the city pursuant
 14 to [section 384.12, subsection 10 1](#), and [this section](#) shall
 15 not exceed the aggregate of ninety-five cents per thousand
 16 dollars of the assessed value of all taxable property in the
 17 participating city.

18 Sec. 23. Section 37.8, Code 2023, is amended to read as
 19 follows:

20 **37.8 ~~Levy for~~ Cost of development, operation, and**
 21 **maintenance.**

22 For the development, operation, and maintenance of a
 23 building or monument constructed, purchased, or donated under
 24 this chapter, a city may ~~levy a tax not to exceed eighty-one~~
 25 ~~cents per thousand dollars of assessed value on all the taxable~~
 26 ~~property within the city, as provided in section 384.12,~~
 27 ~~subsection 2~~ utilize taxes levied under section 384.1.

28 Sec. 24. Section 384.1, Code 2023, is amended to read as
 29 follows:

30 **384.1 Taxes certified.**

31 1. A city may certify taxes to be levied by the county
 32 on all taxable property within the city limits, for all city
 33 government purposes. ~~However, the~~

34 2. a. Notwithstanding subsection 3, the tax levied by
 35 a city on tracts of land and improvements thereon used and

1 assessed for agricultural or horticultural purposes, shall
2 not exceed three dollars and three-eighths cents per thousand
3 dollars of assessed value in any year. Improvements located
4 on such tracts of land and not used for agricultural or
5 horticultural purposes and all residential dwellings are
6 subject to the same rate of tax levied by the city on all other
7 taxable property within the city. A

8 3. a. For fiscal years beginning before July 1, 2024, a
9 city's tax levy for the general fund shall not exceed eight
10 dollars and ten cents per thousand dollars of ~~taxable~~ assessed
11 value used to calculate taxes in any tax year, except for the
12 levies authorized in section 384.12.

13 b. For the fiscal year beginning July 1, 2024, a city's
14 tax levy for the general fund, except for levies authorized in
15 section 384.12, shall not exceed the sum of eight dollars and
16 ten cents per thousand dollars of taxable value plus the sum of
17 the following for the city, as applicable:

18 (1) The amount per thousand dollars of taxable value levied
19 by or on behalf of the city under section 384.8, Code 2023, for
20 the fiscal year beginning July 1, 2023.

21 (2) The total amount per thousand dollars of taxable value
22 levied by or on behalf of the city under section 384.12,
23 subsections 1, 2, 3, 4, 5, 6, 7, 8, 9, 11, 12, 13, 15, 16, and
24 20, Code 2023, for the fiscal year beginning July 1, 2023.

25 (3) The amount per thousand dollars of taxable value levied
26 by the city under section 24.48, Code 2023, for the fiscal year
27 beginning July 1, 2023.

28 c. (1) For each fiscal year beginning on or after July
29 1, 2025, subject to paragraph "d", a city's tax levy for the
30 general fund, except for levies authorized in section 384.12,
31 shall not exceed in any tax year the greater of eight dollars
32 and ten cents per thousand dollars of assessed value used to
33 calculate taxes for the budget year and the amount determined
34 under paragraph "b", as adjusted under subparagraph (2), if
35 applicable.

1 (2) If the total assessed value used to calculate taxes
2 for the budget year exceeds one hundred three and one-fourth
3 percent of the total assessed value used to calculate taxes for
4 the current fiscal year, the levy rate per thousand dollars
5 determined under paragraph "b", as previously adjusted under
6 this subparagraph, if applicable, shall be reduced to a rate
7 per one thousand dollars of assessed value that is equal to
8 one thousand multiplied by the quotient of the current fiscal
9 year's actual property tax dollars certified for levy under
10 this section divided by one hundred three and one-fourth
11 percent of the total assessed value used to calculate taxes for
12 the current fiscal year.

13 d. In addition to the limitation under paragraph "c", for
14 fiscal years beginning on or after July 1, 2025, if the city's
15 actual levy rate imposed under this section for the current
16 fiscal year is eight dollars and ten cents or less per thousand
17 dollars of assessed value and the total assessed value used to
18 calculate taxes for the budget year exceeds one hundred two and
19 one-half percent of the total assessed value used to calculate
20 taxes for the current fiscal year, the levy rate imposed under
21 this section for the budget year shall not exceed a rate per
22 one thousand dollars of assessed value that is equal to one
23 thousand multiplied by the quotient of the current fiscal
24 year's actual property tax dollars certified for levy under
25 this section divided by one hundred two and one-half percent
26 of the total assessed value used to calculate taxes for the
27 current fiscal year.

28 4. For purposes of this section:

29 a. "Budget year" is the fiscal year beginning during the
30 calendar year in which a budget is certified.

31 b. "Current fiscal year" is the fiscal year ending during
32 the calendar year in which a budget for the budget year is
33 certified.

34 Sec. 25. Section 384.12, Code 2023, is amended to read as
35 follows:

1 **384.12 Additional taxes.**

2 A city may certify, for the general fund levy, taxes which
3 are not subject to the limit provided in [section 384.1](#), and
4 which are in addition to any other moneys the city may wish to
5 spend for such purposes, as follows:

6 ~~1. A tax not to exceed thirteen and one-half cents~~
7 ~~per thousand dollars of assessed value for the support of~~
8 ~~instrumental or vocal musical groups, one or more organizations~~
9 ~~which have tax-exempt status under section 501(c)(3) of~~
10 ~~the Internal Revenue Code and are organized and operated~~
11 ~~exclusively for artistic and cultural purposes, or any of these~~
12 ~~purposes, subject to the following:~~

13 ~~a. Upon receipt of a petition valid under the provisions of~~
14 ~~[section 362.4](#), the council shall submit to the voters at the~~
15 ~~next regular city election the question of whether a tax shall~~
16 ~~be levied.~~

17 ~~b. If a majority approves the levy, it may be imposed.~~

18 ~~c. The levy can be eliminated by the same procedure of~~
19 ~~petition and election.~~

20 ~~d. A tax authorized by an election held prior to the~~
21 ~~effective date of the city code may be continued until~~
22 ~~eliminated by the council, or by petition and election.~~

23 ~~2. A tax not to exceed eighty-one cents per thousand dollars~~
24 ~~of assessed value for development, operation, and maintenance~~
25 ~~of a memorial building or monument, subject to the provisions~~
26 ~~of [subsection 1](#).~~

27 ~~3. A tax not to exceed thirteen and one-half cents per~~
28 ~~thousand dollars of assessed value for support of a symphony~~
29 ~~orchestra, subject to the provisions of [subsection 1](#).~~

30 ~~4. A tax not to exceed twenty-seven cents per thousand~~
31 ~~dollars of assessed value for the operation of cultural and~~
32 ~~scientific facilities, subject to the provisions of subsection~~
33 ~~1, except that the question may be submitted on the council's~~
34 ~~own motion.~~

35 ~~5. A tax to aid in the construction of a county bridge,~~

1 ~~subject to the provisions of [subsection 1](#), except that the~~
2 ~~question must be submitted at a special election. The expense~~
3 ~~of a special election under [this subsection](#) must be paid by the~~
4 ~~county. The notice of the special election must include full~~
5 ~~details of the proposal, including the location of the proposed~~
6 ~~bridge, the rate of tax to be levied, and all other conditions.~~

7 ~~6. A tax to aid a company incorporated under the laws of~~
8 ~~this state in the construction of a highway or combination~~
9 ~~bridge across any navigable boundary river of this state,~~
10 ~~commencing or terminating in the city and suitable for use~~
11 ~~as highway, or for both highway and railway purposes. This~~
12 ~~tax levy is subject to the provisions of [subsections 1 and 5](#).~~
13 ~~The levy is limited to one dollar and thirty-five cents per~~
14 ~~thousand dollars of the assessed value of taxable property in~~
15 ~~the city. The estimated cost of the bridge must be at least~~
16 ~~ten thousand dollars, and the city aid may not exceed one-half~~
17 ~~of the estimated cost. The notice of the special election~~
18 ~~must include the name of the corporation to be aided, and all~~
19 ~~conditions required of the corporation. Tax moneys received~~
20 ~~for this purpose may not be paid over by the county treasurer~~
21 ~~until the city has filed a statement that the corporation has~~
22 ~~complied with all conditions.~~

23 ~~7. If a tax has been voted for aid of a bridge under~~
24 ~~[subsection 6](#), a further tax may be voted for the purpose of~~
25 ~~purchasing the bridge, subject to the provisions of subsection~~
26 ~~1. The levy under [this subsection](#) is limited to three dollars~~
27 ~~and thirty-seven and one-half cents per thousand dollars of the~~
28 ~~assessed value of the taxable property in the city, payable in~~
29 ~~not less than ten annual installments.~~

30 ~~8. A tax for the purpose of carrying out the terms of a~~
31 ~~contract for the use of a bridge by a city situated on a river~~
32 ~~over which a bridge has been built. The tax may not exceed~~
33 ~~sixty-seven and one-half cents per thousand dollars of assessed~~
34 ~~value each year.~~

35 ~~9. A tax for aid to a public transportation company,~~

1 ~~subject to the procedure provided in subsection 1, except the~~
 2 ~~question must be submitted at a special election. The levy is~~
 3 ~~limited to three and three-eighths cents per thousand dollars~~
 4 ~~of assessed value. In addition to any other conditions the~~
 5 ~~following requirements must be met before moneys received for~~
 6 ~~this purpose may be paid over by the county treasurer:~~

7 ~~a. The public transportation company shall provide the city~~
 8 ~~with copies of state and federal income tax returns for the~~
 9 ~~five years preceding the year for which payment is contemplated~~
 10 ~~or for such lesser period of time as the company has been in~~
 11 ~~operation.~~

12 ~~b. The city shall, in any given year, be authorized to pay~~
 13 ~~over only such sums as will yield not to exceed two percent~~
 14 ~~of the public transportation company's investment as the same~~
 15 ~~is valued in its tax depreciation schedule, provided that~~
 16 ~~corporate profits and losses for the five preceding years or~~
 17 ~~for such lesser period of time as the company has been in~~
 18 ~~operation shall not average in excess of a two percent net~~
 19 ~~return. Taxes levied under this subsection may not be used to~~
 20 ~~subsidize losses incurred prior to the election required by~~
 21 ~~this subsection.~~

22 ~~10. 1. A tax for the operation and maintenance of a~~
 23 ~~municipal transit system or for operation and maintenance of a~~
 24 ~~regional transit district, and for the creation of a reserve~~
 25 ~~fund for the system or district, in an amount not to exceed~~
 26 ~~ninety-five cents per thousand dollars of assessed value each~~
 27 ~~year, when the revenues from the transit system or district are~~
 28 ~~insufficient for such purposes.~~

29 ~~11. If a city has entered into a lease of a building or~~
 30 ~~complex of buildings to be operated as a civic center, a tax~~
 31 ~~sufficient to pay the installments of rent and for maintenance,~~
 32 ~~insurance and taxes not included in the lease rental payments.~~

33 ~~12. A tax not to exceed thirteen and one-half cents per~~
 34 ~~thousand dollars of assessed value each year for operating and~~
 35 ~~maintaining a civic center owned by a city.~~

1 ~~13. A tax not to exceed six and three-fourths cents per~~
2 ~~thousand dollars of assessed value for planning a sanitary~~
3 ~~disposal project.~~

4 ~~14. 2.~~ A tax not to exceed twenty-seven cents per thousand
5 dollars of assessed value each year for an aviation authority
6 as provided in [section 330A.15](#).

7 ~~15. A tax not to exceed six and three-fourths cents per~~
8 ~~thousand dollars of assessed value each year for a levee~~
9 ~~improvement fund in special charter cities as provided in~~
10 ~~[section 420.155](#).~~

11 ~~16. A tax not to exceed twenty and one-half cents per~~
12 ~~thousand dollars of assessed value each year to maintain an~~
13 ~~institution received by gift or devise, subject to an election~~
14 ~~as required under [subsection 1](#).~~

15 ~~17. 3.~~ A tax to pay the premium costs on tort liability
16 insurance, property insurance, and any other insurance that
17 may be necessary in the operation of the city, the costs of a
18 self-insurance program, the costs of a local government risk
19 pool and amounts payable under any insurance agreements to
20 provide or procure such insurance, self-insurance program, or
21 local government risk pool.

22 ~~18. A tax to fund an emergency medical services district~~
23 ~~under [chapter 357G](#).~~

24 ~~19. 4.~~ A tax that exceeds any tax levy limit within this
25 chapter, provided the question has been submitted at a special
26 levy election and received a simple majority of the votes cast
27 on the proposition to authorize the enumerated levy limit to be
28 exceeded for the proposed budget year.

29 ~~a.~~ The election may be held as specified in [this subsection](#)
30 if notice is given by the city council, not later than
31 forty-six days before the first Tuesday in March, to the county
32 commissioner of elections that the election is to be held.

33 ~~b.~~ An election under [this subsection](#) shall be held on
34 the first Tuesday in March and be conducted by the county
35 commissioner of elections in accordance with the law.

1 *c.* The ballot question shall be in substantially the
2 following form:

3 WHICH TAX LEVY SHALL BE ADOPTED FOR THE CITY OF?

4 (Vote for only one of the following choices.)

5 CHANGE LEVY AMOUNT ...

6 Add to the existing levy amount a tax for the purpose of
7 (state purpose of proposed levy) at a rate of ...
8 (rate) which will provide an additional \$.... (amount).

9 KEEP CURRENT LEVY ...

10 Continue under the current maximum rate of ..., providing
11 \$.... (amount).

12 *d.* The commissioner of elections conducting the election
13 shall notify the city officials and other county auditors where
14 applicable, of the results within two days of the canvass which
15 shall be held on the second day that is not a holiday following
16 the special levy election, and beginning no earlier than 1:00
17 p.m. on that day.

18 *e.* Notice of the election shall be published twice in
19 accordance with the provisions of [section 362.3](#), except that
20 the first such notice shall be given at least two weeks before
21 the election.

22 *f.* The cost of the election shall be borne by the city.

23 *g.* The election provisions of [this subsection](#) shall
24 supersede other provisions for elections only to the extent
25 necessary to comply with the provisions of [this subsection](#).

26 *h.* The provisions of [this subsection](#) apply to all cities,
27 however organized, including special charter cities which may
28 adopt ordinances where necessary to carry out these provisions.

29 *i.* The council shall certify the city's budget with the tax
30 askings not exceeding the amount approved by the special levy
31 election.

32 ~~20. A tax not to exceed twenty-seven cents per thousand~~
33 ~~dollars of assessed value for support of a public library,~~
34 ~~subject to petition and referendum requirements of subsection~~
35 ~~1, except that if a majority approves the levy, it shall be~~

1 ~~imposed.~~

2 ~~21.~~ 5. A tax for the support of a local emergency
3 management commission established pursuant to [chapter 29C](#).

4 Sec. 26. Section 384.22, subsection 1, Code 2023, is amended
5 to read as follows:

6 1. Not later than December 1 of each year, a city shall
7 publish an annual financial report as provided in section
8 362.3 containing a summary for the preceding fiscal year of
9 all collections and receipts, all accounts due the city,
10 and all expenditures, the current public debt of the city,
11 and the legal debt limit of the city for the current fiscal
12 year. The annual financial report shall be prepared on forms
13 and pursuant to instructions prescribed by the auditor of
14 state. Beginning with the annual financial report published by
15 December 1, 2025, each report shall include a list of bonds,
16 notes, or other obligations issued by the city during the most
17 recently completed fiscal year, and the applicable lists for
18 other fiscal years beginning on or after July 1, 2024, for
19 which obligations remain unpaid, payable from any source,
20 including the amount of the issuance, the project or purpose of
21 the issuance, whether the issuance was approved at election,
22 eligible to be subject to a petition for an election, or was
23 exempt from approval at election as the result of statutory
24 exclusions based on population of the city or amount of the
25 issuance, and identification of issuances from the fiscal year
26 or prior fiscal years related to the same project or purpose.

27 Sec. 27. Section 384.24, subsection 4, paragraph i, Code
28 2023, is amended by striking the paragraph.

29 Sec. 28. Section 384.24A, subsection 4, paragraph a,
30 subparagraphs (1), (2), and (3), Code 2023, are amended to read
31 as follows:

32 (1) ~~Four~~ Five hundred twenty thousand dollars in a city
33 having a population of five thousand or less.

34 (2) ~~Seven~~ Nine hundred ten thousand dollars in a city having
35 a population of more than five thousand but not more than

1 seventy-five thousand.

2 (3) One million three hundred thousand dollars in a city
3 having a population of more than seventy-five thousand.

4 Sec. 29. Section 384.25, subsection 2, Code 2023, is amended
5 to read as follows:

6 2. Before the council may institute proceedings for the
7 issuance of bonds for an essential corporate purpose, a notice
8 of the proposed action, including a statement of the amount
9 and purposes of the bonds, and an estimate of the annual
10 increase in property taxes as the result of the bond issuance
11 on a residential property with an actual value of one hundred
12 thousand dollars, and the time and place of the meeting at
13 which the council proposes to take action for the issuance of
14 the bonds, must be published as provided in [section 362.3](#).

15 At the meeting, the council shall receive oral or written
16 objections from any resident or property owner of the city.
17 After all objections have been received and considered, the
18 council may, at that meeting or any adjournment thereof, take
19 additional action for the issuance of the bonds or abandon the
20 proposal to issue the bonds. Any resident or property owner
21 of the city may appeal the decision of the council to take
22 additional action to the district court of the county in which
23 any part of the city is located, within fifteen days after the
24 additional action is taken, but the additional action of the
25 council is final and conclusive unless the court finds that
26 the council exceeded its authority. The provisions of this
27 subsection with respect to notice, hearing, and appeal, are in
28 lieu of the provisions contained in [chapter 73A](#), or any other
29 law.

30 Sec. 30. Section 384.26, subsection 2, Code 2023, is amended
31 to read as follows:

32 2. a. The board shall publish notice of the proposal
33 to issue the bonds, including a statement of the amount and
34 purpose of the bonds, a statement of the estimated cost of the
35 project for which the bonds are to be issued, and an estimate

1 of the annual increase in property taxes as the result of
 2 the bond issuance on a residential property with an actual
 3 value of one hundred thousand dollars. The notice shall be
 4 published as provided in section 362.3 with the minutes of
 5 the meeting at which the council adopts a resolution to call
 6 a special election to vote upon the question of issuing the
 7 bonds. The cost of the project, as published in the notice
 8 pursuant to this paragraph, is an estimate and is not intended
 9 to be binding on the board in later proceedings related to the
 10 project.

11 b. Before the council may institute proceedings for the
 12 issuance of bonds for a general corporate purpose, it shall
 13 call a special city election to vote upon the question of
 14 issuing the bonds. At the election the proposition must be
 15 submitted in the following form:

16 Shall the (insert the name of the city) issue
 17 its bonds in an amount not exceeding the amount of \$.... for
 18 the purpose of?

19 Sec. 31. Section 384.26, subsection 5, paragraph a,
 20 unnumbered paragraph 1, Code 2023, is amended to read as
 21 follows:

22 Notwithstanding the provisions of subsection 2, a council
 23 may, in lieu of calling an election, institute proceedings
 24 for the issuance of bonds for a general corporate purpose by
 25 causing a notice of the proposal to issue the bonds, including
 26 a statement of the amount and purpose of the bonds, together
 27 with the maximum rate of interest which the bonds are to bear,
 28 and the right to petition for an election, to be published at
 29 least once in a newspaper of general circulation within the
 30 city at least ten days prior to the meeting at which it is
 31 proposed to take action for the issuance of the bonds subject
 32 to the following population-based limitations, adjusted and
 33 published annually in January by the department of management
 34 by applying the percentage change in the consumer price
 35 index for all urban consumers for the most recent available

1 twelve-month period published in the federal register by the
2 United States department of labor, bureau of labor statistics:

3 Sec. 32. Section 384.26, subsection 5, paragraph a,
4 subparagraphs (1), (2), and (3), Code 2023, are amended to read
5 as follows:

6 (1) In cities having a population of five thousand or less,
7 in an amount of not more than ~~four~~ five hundred twenty thousand
8 dollars.

9 (2) In cities having a population of more than five thousand
10 and not more than seventy-five thousand, in an amount of not
11 more than ~~seven~~ nine hundred ten thousand dollars.

12 (3) In cities having a population in excess of seventy-five
13 thousand, in an amount of not more than one million three
14 hundred thousand dollars.

15 Sec. 33. Section 384.26, subsection 5, Code 2023, is amended
16 by adding the following new paragraph:

17 NEW PARAGRAPH. *Ob.* Each city's population used to determine
18 the limitations of paragraph "a" shall be determined by the
19 greater of the city's population during the most recent
20 federal decennial census or the most recent population estimate
21 produced by the United States census bureau.

22 Sec. 34. Section 384.110, Code 2023, is amended to read as
23 follows:

24 **384.110 Insurance, self-insurance, and risk pooling funds.**

25 A city may credit funds to a fund or funds for the purposes
26 authorized by section 364.4, subsection 5; section 384.12,
27 subsection ~~17~~ 3; or section 384.24, subsection 3, paragraph "s".
28 Moneys credited to the fund or funds, and interest earned on
29 such moneys, shall remain in the fund or funds until expended
30 for purposes authorized by section 364.4, subsection 5; section
31 384.12, subsection ~~17~~ 3; or section 384.24, subsection 3,
32 paragraph "s".

33 Sec. 35. REPEAL. Section 384.8, Code 2023, is repealed.

34 Sec. 36. EFFECTIVE DATE. This division of this Act takes
35 effect July 1, 2024.

1 Sec. 37. APPLICABILITY. This division of this Act applies
2 to taxes and budgets for fiscal years beginning on or after
3 July 1, 2024.

4 DIVISION III

5 PUBLIC EDUCATION AND RECREATION TAX LEVY

6 Sec. 38. Section 276.1, Code 2023, is amended to read as
7 follows:

8 **276.1 Title.**

9 This section, [sections 276.2 through 276.5](#), and sections
10 276.8 through ~~276.11~~ [276.10](#) of [this chapter](#) shall be known and
11 may be cited as the "*Iowa Community Education Act*".

12 Sec. 39. Section 276.3, unnumbered paragraph 1, Code 2023,
13 is amended to read as follows:

14 As used in [sections 276.1, 276.2, this section](#), sections
15 276.4, [276.5](#), and [sections 276.8 through 276.11](#) [276.10](#), unless
16 the context otherwise requires:

17 Sec. 40. Section 276.10, subsection 1, Code 2023, is amended
18 to read as follows:

19 1. The board of directors of a local school district
20 may establish a community education program for schools in
21 the district and provide for the general supervision of the
22 program. Financial support for the program ~~shall~~ may be
23 provided from funds ~~raised pursuant to [chapter 300](#)~~ received by
24 the school district under chapter 423F and from any private
25 funds and any federal funds made available for the purpose of
26 implementing [this chapter](#). The program which recognizes that
27 the schools belong to the people and which shall be centered
28 in the schools may include but shall not be limited to the use
29 of the school facilities day and night, year round including
30 weekends and regular school vacation periods for educational,
31 recreational, cultural, and other community services and
32 programs for all age, ethnic, and socioeconomic groups residing
33 in the community.

34 Sec. 41. Section 278.1, subsection 1, paragraph e, Code
35 2023, is amended to read as follows:

1 e. Direct the transfer of any surplus in the debt service
2 fund, physical plant and equipment levy fund, or other capital
3 project funds, ~~or public education and recreation levy fund~~ to
4 the general fund.

5 Sec. 42. Section 298A.6, Code 2023, is amended to read as
6 follows:

7 **298A.6 Public education and recreation levy fund.**

8 The public education and recreation levy fund is a special
9 revenue fund. A public education and recreation levy fund
10 must be established in any school corporation which levies
11 levied the tax authorized under section 300.2, Code 2023, or
12 which ~~receives~~ received revenue from a chapter 28E agreement
13 authorized under section 300.1, Code 2023. Moneys available in
14 the fund at the conclusion of the fiscal year beginning July 1,
15 2026, and ending June 30, 2027, shall be expended by the school
16 corporation for the purposes authorized under chapter 300, Code
17 2023.

18 Sec. 43. Section 300.2, Code 2023, is amended by adding the
19 following new subsection:

20 NEW SUBSECTION. 4. a. A levy under this chapter shall not
21 be approved by the voters on or after the effective date of
22 this section of this division of this Act.

23 b. If the levy has not been discontinued under section
24 300.3, the authorization to impose the levy under this chapter
25 shall terminate July 1, 2027.

26 c. Notwithstanding subsection 2, including a proposition
27 approved at an election held before the effective date of
28 this section of this division of this Act, the rate of a levy
29 imposed by a board of directors under this chapter for the
30 fiscal year beginning July 1, 2026, shall not exceed one-half
31 of the levy rate imposed by the board of directors for the
32 fiscal year beginning July 1, 2025.

33 Sec. 44. Section 423F.3, subsection 1, paragraph c, Code
34 2023, is amended by striking the paragraph.

35 Sec. 45. Section 423F.5, subsection 1, Code 2023, is amended

1 to read as follows:

2 1. A school district shall include as part of its financial
3 audit for the budget year beginning July 1, 2007, and for
4 each subsequent budget year the amount received during the
5 year pursuant to [chapter 423E](#) or [this chapter](#), as applicable.
6 In addition, the financial audit shall include the amount
7 of bond levies, and physical plant and equipment levy, ~~and~~
8 ~~public educational and recreational levy~~ reduced as a result
9 of the moneys received under [chapter 423E](#) or [this chapter](#),
10 as applicable. The amount of the reductions shall be stated
11 in terms of dollars and cents per one thousand dollars of
12 valuation and in total amount of property tax dollars. Also
13 included shall be an accounting of the amount of moneys
14 received which were spent for infrastructure purposes pursuant
15 to [chapter 423E](#) or [this chapter](#), as applicable.

16 Sec. 46. REPEAL. Sections 276.11 and 276.12, Code 2023,
17 are repealed.

18 Sec. 47. REPEAL. Chapter 300, Code 2023, is repealed.

19 Sec. 48. EFFECTIVE DATE. Except as otherwise provided in
20 this division of this Act, this division of this Act takes
21 effect July 1, 2027.

22 Sec. 49. EFFECTIVE DATE. The following, being deemed of
23 immediate importance, takes effect upon enactment:

24 The section of this division of this Act enacting section
25 300.2, subsection 4.

26 Sec. 50. APPLICABILITY. Except for the section of this
27 division of this Act enacting section 300.2, subsection 4, this
28 division of this Act applies to fiscal years beginning on or
29 after July 1, 2027.

30 DIVISION IV

31 BRUCELLOSIS AND TUBERCULOSIS ERADICATION FUND — LEVY

32 Sec. 51. Section 165.18, subsections 2 and 3, Code 2023, are
33 amended by striking the subsections.

34 Sec. 52. Section 331.512, subsection 1, paragraph e, Code
35 2023, is amended by striking the paragraph.

1 Sec. 53. Section 331.559, subsection 2, Code 2023, is
2 amended by striking the subsection.

3 Sec. 54. EFFECTIVE DATE. This division of this Act takes
4 effect July 1, 2024.

5 Sec. 55. APPLICABILITY. This division of this Act applies
6 to property taxes due and payable in fiscal years beginning on
7 or after July 1, 2024.

8 DIVISION V
9 COUNTY SEATS

10 Sec. 56. Section 331.301, Code 2023, is amended by adding
11 the following new subsection:

12 NEW SUBSECTION. 9A. Pursuant to the general grant of home
13 rule power conferred by the Constitution of the State of Iowa
14 and if not inconsistent with the laws of the general assembly,
15 a county that has designated more than one city to be a county
16 seat may consolidate or reduce the number of county seats by
17 ordinance.

18 Sec. 57. REPEAL. 1848 Iowa Acts, First Extraordinary
19 Session, chapter 52, is repealed.

20 Sec. 58. EFFECTIVE DATE. This division of this Act, being
21 deemed of immediate importance, takes effect upon enactment.

22 DIVISION VI
23 COUNTY SHERIFF FEE REPORT

24 Sec. 59. Section 331.655, subsection 5, Code 2023, is
25 amended by striking the subsection.

26 DIVISION VII
27 HOMESTEAD PROPERTY TAX CREDIT

28 Sec. 60. Section 2.48, subsection 3, paragraph f,
29 subparagraph (1), Code 2023, is amended to read as follows:

30 (1) The homestead tax exemption and credit under chapter
31 425.

32 Sec. 61. Section 103.22, subsection 7, Code 2023, is amended
33 to read as follows:

34 7. Prohibit an owner of property from performing work on the
35 owner's principal residence, if such residence is an existing

1 dwelling rather than new construction and is not an apartment
 2 that is attached to any other apartment or building, as those
 3 terms are defined in [section 499B.2](#), and is not larger than a
 4 single-family dwelling, or require such owner to be licensed
 5 under [this chapter](#). In order to qualify for inapplicability
 6 pursuant to [this subsection](#), a residence shall qualify for the
 7 homestead tax ~~exemption~~ credit.

8 Sec. 62. Section 105.11, subsection 3, Code 2023, is amended
 9 to read as follows:

10 3. Prohibit an owner of property from performing work on the
 11 owner's principal residence, if such residence is an existing
 12 dwelling rather than new construction and is not larger than a
 13 single-family dwelling, or farm property, excluding commercial
 14 or industrial installations or installations in public use
 15 buildings or facilities, or require such owner to be licensed
 16 under [this chapter](#). In order to qualify for inapplicability
 17 pursuant to [this subsection](#), a residence shall qualify for the
 18 homestead tax ~~exemption~~ credit.

19 Sec. 63. Section 331.401, subsection 1, paragraphs e and f,
 20 Code 2023, are amended to read as follows:

21 e. Adopt resolutions authorizing the county assessor
 22 to provide forms for homestead tax exemption and credit
 23 claimants as provided in [section 425.2](#) and military service tax
 24 exemptions as provided in [section 426A.14](#).

25 f. Examine and allow or disallow claims for homestead tax
 26 exemption and credit in accordance with [section 425.3](#) and
 27 claims for military service tax exemption in accordance with
 28 chapter 426A. The board, by a single resolution, may allow or
 29 disallow the exemptions recommended by the assessor.

30 Sec. 64. Section 331.512, subsection 3, Code 2023, is
 31 amended to read as follows:

32 3. Carry out duties relating to the homestead tax exemption
 33 and credit and agricultural land tax credit as provided in
 34 chapters 425 and [426](#).

35 Sec. 65. Section 331.559, subsection 12, Code 2023, is

1 amended to read as follows:

2 12. Carry out duties relating to the administration of
3 the homestead tax exemption and credit and other credits as
4 provided in sections 425.4, 425.5, 425.7, 425.9, 425.10, and
5 425.25.

6 Sec. 66. NEW SECTION. **425.1A Homestead tax exemption.**

7 1. The following exemptions from taxation shall be allowed
8 in addition to the homestead credit for an owner that has
9 attained the age of sixty-five years by January 1 of the
10 assessment year:

11 a. For the assessment year beginning January 1, 2024, the
12 eligible homestead, not to exceed three thousand two hundred
13 fifty dollars in taxable value.

14 b. For the assessment year beginning January 1, 2025, and
15 each succeeding assessment year, the eligible homestead, not to
16 exceed six thousand five hundred dollars in taxable value.

17 2. Section 25B.7, subsection 1, shall not apply to the
18 property tax exemption provided in this section.

19 Sec. 67. Section 425.2, Code 2023, is amended by adding the
20 following new subsection:

21 NEW SUBSECTION. 3A. The form for claiming the credit shall
22 also include the ability to claim the exemption under section
23 425.1A for qualified owners. If the claim for the homestead
24 credit is allowed, such allowance shall also include allowance
25 of the homestead exemption if the owner meets the age criteria
26 for the exemption. The homestead exemption shall be allowed
27 for successive years without further filing in the same manner
28 as the homestead credit.

29 Sec. 68. Section 425.3, subsection 4, Code 2023, is amended
30 to read as follows:

31 4. The county auditor shall forward the claims to the board
32 of supervisors. The board shall allow or disallow the claims.
33 If the board disallows a claim, it shall send written notice,
34 by mail, to the claimant at the claimant's last known address.
35 The notice shall state the reasons for disallowing the claim

1 ~~for the credit.~~ The board is not required to send notice that
2 a claim is disallowed if the claimant voluntarily withdraws the
3 claim.

4 Sec. 69. Section 425.4, Code 2023, is amended to read as
5 follows:

6 **425.4 Certification to treasurer.**

7 All claims which have been allowed by the board of
8 supervisors shall be certified on or before August 1, in each
9 year, by the county auditor to the county treasurer, which
10 certificates shall list the total amount of dollars, listed by
11 taxing district in the county, due for homestead tax exemptions
12 and credits claimed and allowed. The county treasurer shall
13 ~~forthwith~~ then certify to the department of revenue the total
14 amount of dollars, listed by taxing district in the county, due
15 for homestead tax exemptions and credits claimed and allowed.

16 Sec. 70. Section 425.6, Code 2023, is amended to read as
17 follows:

18 **425.6 Waiver by neglect.**

19 If a person fails to file a claim or to have a claim on file
20 with the assessor for the credits provided in this subchapter,
21 the person is deemed to have waived the homestead exemption
22 and credit for the year in which the person failed to file the
23 claim or to have a claim on file with the assessor.

24 Sec. 71. Section 425.7, subsection 3, Code 2023, is amended
25 to read as follows:

26 3. a. If the department of revenue determines that a claim
27 for homestead exemption and credit has been allowed by the
28 board of supervisors which is not justifiable under the law
29 and not substantiated by proper facts, the department may, at
30 any time within thirty-six months from July 1 of the year in
31 which the claim is allowed, set aside the allowance. Notice
32 of the disallowance shall be given to the county auditor of
33 the county in which the claim has been improperly granted and
34 a written notice of the disallowance shall also be addressed
35 to the claimant at the claimant's last known address. The

1 claimant or board of supervisors may appeal to the director
2 of revenue within thirty days from the date of the notice of
3 disallowance. The director shall grant a hearing and if, upon
4 the hearing, the director determines that the disallowance was
5 incorrect, the director shall set aside the disallowance. The
6 director shall notify the claimant and the board of supervisors
7 of the result of the hearing. The claimant or the board of
8 supervisors may seek judicial review of the action of the
9 director of revenue in accordance with [chapter 17A](#).

10 **b.** If a claim is disallowed by the department of revenue
11 and not appealed to the director of revenue or appealed to
12 the director of revenue and thereafter upheld upon final
13 resolution, including any judicial review, any amounts of
14 exemptions allowed and credits allowed and paid from the
15 homestead credit fund including the penalty, if any, become a
16 lien upon the property on which the exemption or credit was
17 originally granted, if still in the hands of the claimant,
18 and not in the hands of a bona fide purchaser, and any amount
19 so erroneously paid including the penalty, if any, shall be
20 collected by the county treasurer in the same manner as other
21 taxes and the collections shall be returned to the department
22 of revenue and credited to the homestead credit fund. The
23 director of revenue may institute legal proceedings against a
24 homestead credit claimant for the collection of payments made
25 on disallowed credits and the penalty, if any. If a person
26 makes a false claim or affidavit with fraudulent intent to
27 obtain the homestead exemption or credit, the person is guilty
28 of a fraudulent practice and the claim shall be disallowed
29 in full. If the credit has been paid, the amount of the
30 credit plus a penalty equal to twenty-five percent of the
31 amount of credit plus interest, at the rate in effect under
32 section 421.7, from the time of payment shall be collected
33 by the county treasurer in the same manner as other property
34 taxes, penalty, and interest are collected and when collected
35 shall be paid to the director of revenue. If a homestead

1 exemption or credit is disallowed and the claimant failed to
 2 give written notice to the assessor as required by section
 3 425.2 when the property ceased to be used as a homestead by the
 4 claimant, a civil penalty equal to five percent of the amount
 5 of the disallowed exemption or credit is assessed against the
 6 claimant.

7 Sec. 72. Section 425.9, subsections 2, 3, and 4, Code 2023,
 8 are amended to read as follows:

9 2. If any claim for exemption or credit ~~made hereunder~~
 10 has been denied by the board of supervisors, and such action
 11 is subsequently reversed on appeal, the exemption or credit
 12 shall be allowed on the homestead involved in said appeal, and
 13 the director of revenue, the county auditor, and the county
 14 treasurer shall make such exemption or credit and change their
 15 books and records accordingly.

16 3. In the event the appealing taxpayer has paid one or both
 17 of the installments of the tax payable in the year or years in
 18 question on such homestead valuation, remittance shall be made
 19 to such taxpayer of the amount of such credit or exemption.

20 4. The amount of such credit shall be allocated and paid
 21 from the surplus redeposited in the homestead credit fund
 22 provided for in subsection 1. The amount of such exemption not
 23 covered by the credit shall be allowed as a credit on future
 24 taxes due and payable.

25 Sec. 73. Section 425.10, Code 2023, is amended to read as
 26 follows:

27 **425.10 Reversal of allowed claim.**

28 In the event any claim is allowed, and subsequently reversed
 29 on appeal, any exemption and credit made under the claim
 30 shall be void. The amount of the erroneous exemption and
 31 credit shall be charged against the property in question, and
 32 the director of revenue, the county auditor, and the county
 33 treasurer are authorized and directed to correct their books
 34 and records accordingly. The amount of the erroneous credit,
 35 when collected, shall be returned by the county treasurer to

1 the homestead credit fund to be reallocated the following year
2 as provided in [this subchapter](#).

3 Sec. 74. Section 425.11, subsection 1, paragraph d,
4 subparagraph (3), Code 2023, is amended to read as follows:

5 (3) It must not embrace more than one dwelling house, but
6 where a homestead has more than one dwelling house situated
7 thereon, the exemption and credit provided for in this
8 subchapter shall apply to the home and buildings used by the
9 owner, but shall not apply to any other dwelling house and
10 buildings appurtenant.

11 Sec. 75. Section 425.11, subsection 1, paragraph e, Code
12 2023, is amended to read as follows:

13 e. "Owner" means the person who holds the fee simple
14 title to the homestead, and in addition shall mean the person
15 occupying as a surviving spouse or the person occupying under
16 a contract of purchase which contract has been recorded in
17 the office of the county recorder of the county in which the
18 property is located; or the person occupying the homestead
19 under devise or by operation of the inheritance laws where
20 the whole interest passes or where the divided interest is
21 shared only by persons related or formerly related to each
22 other by blood, marriage or adoption; or the person occupying
23 the homestead is a shareholder of a family farm corporation
24 that owns the property; or the person occupying the homestead
25 under a deed which conveys a divided interest where the divided
26 interest is shared only by persons related or formerly related
27 to each other by blood, marriage or adoption; or where the
28 person occupying the homestead holds a life estate with the
29 reversion interest held by a nonprofit corporation organized
30 under [chapter 504](#), provided that the holder of the life estate
31 is liable for and pays property tax on the homestead; or where
32 the person occupying the homestead holds an interest in a
33 horizontal property regime under [chapter 499B](#), regardless
34 of whether the underlying land committed to the horizontal
35 property regime is in fee or as a leasehold interest, provided

1 that the holder of the interest in the horizontal property
2 regime is liable for and pays property tax on the homestead;
3 or where the person occupying the homestead is a member of a
4 community land trust as defined in 42 U.S.C. §12773, regardless
5 of whether the underlying land is in fee or as a leasehold
6 interest, provided that the member of the community land trust
7 is occupying the homestead and is liable for and pays property
8 tax on the homestead. For the purpose of [this subchapter](#),
9 the word "owner" shall be construed to mean a bona fide owner
10 and not one for the purpose only of availing the person of
11 the benefits of [this subchapter](#). In order to qualify for the
12 homestead tax exemption and credit, evidence of ownership shall
13 be on file in the office of the clerk of the district court
14 or recorded in the office of the county recorder at the time
15 the owner files with the assessor a verified statement of the
16 homestead claimed by the owner as provided in [section 425.2](#).

17 Sec. 76. Section 425.12, Code 2023, is amended to read as
18 follows:

19 **425.12 Indian land.**

20 Each forty acres of land, or fraction thereof, occupied by
21 a member or members of the Sac and Fox Indians in Tama county,
22 which land is held in trust by the secretary of the interior of
23 the United States for said Indians, shall be given a homestead
24 tax exemption and credit within the meaning and under the
25 provisions of [this subchapter](#). Application for such homestead
26 tax exemption and credit shall be made to the county auditor of
27 Tama county and may be made by a representative of the tribal
28 council.

29 Sec. 77. Section 425.13, Code 2023, is amended to read as
30 follows:

31 **425.13 Conspiracy to defraud.**

32 If any two or more persons conspire and confederate together
33 with fraudulent intent to obtain the exemption or credit
34 provided for under the terms of [this subchapter](#) by making a
35 false deed, or a false contract of purchase, they are guilty of

1 a fraudulent practice.

2 Sec. 78. Section 425.16, subsection 1, Code 2023, is amended
3 to read as follows:

4 1. In addition to the homestead tax credit allowed under
5 section 425.1, subsections 1 through 4, and the homestead
6 exemption under section 425.1A, if applicable, persons who
7 own or rent their homesteads and who meet the qualifications
8 provided in [this subchapter](#) are eligible for a property
9 tax credit for property taxes due or reimbursement of rent
10 constituting property taxes paid.

11 Sec. 79. Section 425.17, subsections 4 and 8, Code 2023, are
12 amended to read as follows:

13 4. "*Homestead*" means the dwelling owned or rented and
14 actually used as a home by the claimant during the period
15 specified in [subsection 2](#), and so much of the land surrounding
16 it including one or more contiguous lots or tracts of land,
17 as is reasonably necessary for use of the dwelling as a home,
18 and may consist of a part of a multidwelling or multipurpose
19 building and a part of the land upon which it is built. It
20 does not include personal property except that a manufactured
21 or mobile home may be a homestead. Any dwelling or a part of
22 a multidwelling or multipurpose building which is exempt from
23 taxation, except for an exemption under section 425.1A, does
24 not qualify as a homestead under [this subchapter](#). However,
25 solely for purposes of claimants living in a property and
26 receiving reimbursement for rent constituting property taxes
27 paid immediately before the property becomes tax exempt, and
28 continuing to live in it after it becomes tax exempt, the
29 property shall continue to be classified as a homestead.
30 A homestead must be located in this state. When a person
31 is confined in a nursing home, extended-care facility, or
32 hospital, the person shall be considered as occupying or living
33 in the person's homestead if the person is the owner of the
34 homestead and the person maintains the homestead and does not
35 lease, rent, or otherwise receive profits from other persons

1 for the use of the homestead.

2 8. "*Property taxes due*" means property taxes including any
 3 special assessments, but exclusive of delinquent interest and
 4 charges for services, due on a claimant's homestead in this
 5 state, but includes only property taxes for which the claimant
 6 is liable and which will actually be paid by the claimant.
 7 However, if the claimant is a person whose property taxes have
 8 been suspended under [sections 427.8 and 427.9](#), "*property taxes*
 9 *due*" means property taxes including any special assessments,
 10 but exclusive of delinquent interest and charges for services,
 11 due on a claimant's homestead in this state, but includes only
 12 property taxes for which the claimant is liable and which would
 13 have to be paid by the claimant if the payment of the taxes
 14 has not been suspended pursuant to [sections 427.8 and 427.9](#).
 15 "*Property taxes due*" shall be computed with no deduction for
 16 any credit under [this subchapter](#) or for any homestead exemption
 17 under section 425.1A or credit allowed under ~~section 425.1~~
 18 subchapter I. Each claim shall be based upon the taxes due
 19 during the fiscal year next following the base year. If a
 20 homestead is owned by two or more persons as joint tenants or
 21 tenants in common, and one or more persons are not members
 22 of claimant's household, "*property taxes due*" is that part of
 23 property taxes due on the homestead which equals the ownership
 24 percentage of the claimant and the claimant's household. The
 25 county treasurer shall include with the tax receipt a statement
 26 that if the owner of the property is eighteen years of age
 27 or over, the person may be eligible for the credit allowed
 28 under [this subchapter](#). If a homestead is an integral part
 29 of a farm, the claimant may use the total property taxes due
 30 for the larger unit. If a homestead is an integral part of a
 31 multidwelling or multipurpose building the property taxes due
 32 for the purpose of [this subsection](#) shall be prorated to reflect
 33 the portion which the value of the property that the household
 34 occupies as its homestead is to the value of the entire
 35 structure. For purposes of [this subsection](#), "*unit*" refers to

1 that parcel of property covered by a single tax statement of
2 which the homestead is a part.

3 Sec. 80. Section 435.26, subsection 1, paragraph a, Code
4 2023, is amended to read as follows:

5 a. A mobile home or manufactured home which is located
6 outside a manufactured home community or mobile home park shall
7 be converted to real estate by being placed on a permanent
8 foundation and shall be assessed for real estate taxes. A
9 home, after conversion to real estate, is eligible for the
10 homestead tax exemption and credit and the military service
11 tax exemption as provided in sections 425.2 and chapter 425,
12 subchapter I, and section 426A.11. A taxable mobile home or
13 manufactured home which is located outside of a manufactured
14 home community or mobile home park as of January 1, 1995, is
15 also exempt from the permanent foundation requirements of this
16 chapter until the home is relocated.

17 Sec. 81. Section 435.26A, subsection 3, Code 2023, is
18 amended to read as follows:

19 3. After the surrender of a manufactured home's certificate
20 of title under this section, the manufactured home shall
21 continue to be taxed under section 435.22 and is not eligible
22 for the homestead tax exemption and credit or the military
23 service tax exemption and credit. A foreclosure action on a
24 manufactured home whose title has been surrendered under this
25 section shall be conducted as a real estate foreclosure. A tax
26 lien and its priority shall remain the same on a manufactured
27 home after its certificate of title has been surrendered.

28 Sec. 82. Section 499A.14, Code 2023, is amended to read as
29 follows:

30 **499A.14 Taxation.**

31 The real estate shall be taxed in the name of the
32 cooperative, and each member of the cooperative shall pay
33 that member's proportionate share of the tax in accordance
34 with the proration formula set forth in the bylaws, and each
35 member occupying an apartment as a residence shall receive

1 that member's proportionate homestead tax exemption and credit
 2 and each veteran of the military services of the United States
 3 identified as such under the laws of the state of Iowa or the
 4 United States shall receive as a credit that member's veterans
 5 tax benefit as prescribed by the laws of the state of Iowa.

6 Sec. 83. EXISTING HOMESTEAD CLAIMS. Homestead credit
 7 claims approved under chapter 425, subchapter I, prior to and
 8 valid on the effective date of this division of this Act shall
 9 result in a homestead exemption under chapter 425, subchapter
 10 I, as enacted in this division of this Act, without further
 11 filing by the claimant if the claimant meets the criteria for
 12 the exemption and the assessor has appropriate information to
 13 verify such eligibility.

14 Sec. 84. APPLICABILITY. This division of this Act applies
 15 to assessment years beginning on or after January 1, 2024.

16 DIVISION VIII

17 ELDERLY PROPERTY TAX CREDIT

18 Sec. 85. Section 425.23, subsection 1, paragraph c,
 19 subparagraph (2), Code 2023, is amended to read as follows:

20 (2) The difference between the actual amount of net
 21 property taxes ~~due~~ on the homestead during the fiscal year next
 22 following the base year minus the actual amount of net property
 23 taxes ~~due~~ on the homestead during the first fiscal year for
 24 which the claimant filed a claim for a credit calculated under
 25 this paragraph "c" and for which the property taxes ~~due~~ on the
 26 homestead were calculated on an assessed valuation that was
 27 not a partial assessment and if the claimant has filed for the
 28 credit calculated under this paragraph "c" for each of the
 29 subsequent fiscal years after the first credit claimed.

30 Sec. 86. Section 425.23, subsection 2, Code 2023, is amended
 31 to read as follows:

32 2. a. The Except as provided in paragraph "b", the
 33 actual credit for property taxes due shall be determined
 34 by subtracting from the tentative credit the amount of the
 35 homestead credit under section 425.1 which is allowed as a

1 credit against property taxes due in the fiscal year next
 2 following the base year by the claimant or any person of
 3 the claimant's household. If the subtraction produces a
 4 negative amount, there shall be no credit but no refund shall
 5 be required. The actual reimbursement for rent constituting
 6 property taxes paid shall be equal to the tentative
 7 reimbursement.

8 b. If the claimant's tentative credit is the amount
 9 determined under subsection 1, paragraph "c", subparagraph (2),
 10 the actual credit amount shall be equal to the tentative credit
 11 amount.

12 Sec. 87. EFFECTIVE DATE. This division of this Act, being
 13 deemed of immediate importance, takes effect upon enactment.

14 Sec. 88. RETROACTIVE APPLICABILITY. This division of
 15 this Act applies retroactively to claims under chapter 425,
 16 subchapter II, filed on or after January 1, 2022.

17 DIVISION IX

18 MILITARY SERVICE PROPERTY TAX EXEMPTION AND CREDIT

19 Sec. 89. Section 25B.7, subsection 2, paragraph c, Code
 20 2023, is amended by striking the paragraph.

21 Sec. 90. Section 426A.1A, Code 2023, is amended to read as
 22 follows:

23 **426A.1A Appropriation.**

24 ~~There~~ For each fiscal year beginning before July 1, 2025,
 25 there is appropriated from the general fund of the state the
 26 amounts necessary to fund the credits provided under this
 27 chapter.

28 Sec. 91. Section 426A.2, Code 2023, is amended to read as
 29 follows:

30 **426A.2 Military service tax credit.**

31 ~~The~~ For each fiscal year beginning before July 1, 2025, the
 32 moneys appropriated under section 426A.1A shall be apportioned
 33 each year so as to replace all or a portion of the tax which
 34 would be due on property eligible for military service tax
 35 exemption in the state, if the property were subject to

1 taxation, the amount of the credit to be not more than six
2 dollars and ninety-two cents per thousand dollars of assessed
3 value of property which would be subject to the tax, except for
4 the military service tax exemption.

5 Sec. 92. Section 426A.11, subsections 1 and 2, Code 2023,
6 are amended to read as follows:

7 1. The property, not to exceed two thousand seven hundred
8 seventy-eight dollars in taxable value for assessment years
9 beginning before January 1, 2024, of any veteran, as defined in
10 section 35.1, of World War I.

11 2. a. The property, not to exceed one thousand eight
12 hundred fifty-two dollars in taxable value for assessment years
13 beginning before January 1, 2024, of an honorably separated,
14 retired, furloughed to a reserve, placed on inactive status,
15 or discharged veteran, as defined in section 35.1, subsection
16 2, paragraph "a" or "b".

17 b. The property, not to exceed four thousand dollars in
18 taxable value for the assessment years beginning on or after
19 January 1, 2024, of an honorably separated, retired, furloughed
20 to a reserve, placed on inactive status, or discharged veteran,
21 as defined in section 35.1, subsection 2, paragraph "a" or "b".

22 Sec. 93. IMPLEMENTATION. Section 25B.7, subsection 1,
23 shall not apply to the property tax exemption provided in this
24 Act.

25 Sec. 94. APPLICABILITY. This division of this Act applies
26 to assessment years beginning on or after January 1, 2024.

27 DIVISION X

28 PROPERTY TAX BENEFITS AND INCENTIVES

29 Sec. 95. NEW SECTION. **404.3C Assessment agreements —**
30 **commercial property.**

31 1. For revitalization areas established under this chapter
32 on or after the effective date of this division of this Act
33 and for first-year exemption applications for property located
34 in a revitalization area in existence on the effective date
35 of this division of this Act filed on or after the effective

1 date of this division of this Act, commercial property shall
2 not receive a tax exemption under this chapter unless the city
3 or county, as applicable, and the owner of the qualified real
4 estate enter into a written assessment agreement specifying a
5 minimum actual value until a specified termination date for the
6 duration of the exemption period.

7 2. a. The assessment agreement shall be presented to the
8 appropriate assessor. The assessor shall review the plans and
9 specifications for the improvements to be made to the property
10 and if the minimum actual value contained in the assessment
11 agreement appears to be reasonable, the assessor shall execute
12 the following certification upon the agreement:

13 The undersigned assessor, being legally responsible for the
14 assessment of the above described property upon completion of
15 the improvements to be made on it, certifies that the actual
16 value assigned to that land and improvements upon completion
17 shall not be less than \$.....

18 b. The assessment agreement with the certification of
19 the assessor and a copy of this subsection shall be filed in
20 the office of the county recorder of the county where the
21 property is located. Upon completion of the improvements,
22 the assessor shall value the property as required by law,
23 except that the actual value shall not be less than the minimum
24 actual value contained in the assessment agreement. This
25 subsection does not prohibit the assessor from assigning a
26 higher actual value to the property or prohibit the owner
27 from seeking administrative or legal remedies to reduce the
28 actual value assigned except that the actual value shall not
29 be reduced below the minimum actual value contained in the
30 assessment agreement. An assessor, county auditor, board of
31 review, director of revenue, or court of this state shall not
32 reduce or order the reduction of the actual value below the
33 minimum actual value in the agreement during the term of the
34 agreement regardless of the actual value which may result from
35 the incomplete construction of improvements, destruction or

1 diminution by any cause, insured or uninsured, except in the
 2 case of acquisition or reacquisition of the property by a
 3 public entity. Recording of an assessment agreement complying
 4 with this subsection constitutes notice of the assessment
 5 agreement to a subsequent purchaser or encumbrancer of the land
 6 or any part of it, whether voluntary or involuntary, and is
 7 binding upon a subsequent purchaser or encumbrancer.

8 Sec. 96. NEW SECTION. **404.3D Exemptions for residential**
 9 **property.**

10 For revitalization areas established under this chapter on
 11 or after the effective date of this division of this Act and
 12 for first-year exemption applications for property located in a
 13 revitalization area in existence on the effective date of this
 14 division of this Act filed on or after the effective date of
 15 this division of this Act, an exemption authorized under this
 16 chapter for property that is residential property shall not
 17 apply to property tax levies imposed by a school district.

18 Sec. 97. **EFFECTIVE DATE.** This division of this Act takes
 19 effect July 1, 2024.

20 DIVISION XI

21 TRANSIT FUNDING

22 Sec. 98. Section 364.2, subsection 4, paragraph f,
 23 subparagraph (1), subparagraph division (b), Code 2023, is
 24 amended to read as follows:

25 (b) For franchise fees assessed and collected during fiscal
 26 years beginning on or after July 1, ~~2013~~ 2024, ~~but before~~
 27 ~~July 1, 2030,~~ by a city ~~that is the subject of a judgment,~~
 28 ~~court-approved settlement, or court-approved compromise~~
 29 ~~providing for payment of restitution, a refund, or a return~~
 30 ~~described in section 384.3A, subsection 3, paragraph "j" with~~
 31 a population exceeding two hundred thousand, the rate of the
 32 franchise fee shall not exceed seven and one-half percent
 33 of gross revenues generated from sales of the franchisee in
 34 the city, and franchise fee amounts assessed and collected
 35 ~~during such fiscal years~~ in excess of five percent of gross

1 revenues generated from sales shall be used solely for the
 2 purpose specified in [section 384.3A, subsection 3](#), paragraph
 3 "j". ~~A city may assess and collect a franchise fee in excess~~
 4 ~~of five percent of gross revenues generated from the sales~~
 5 ~~of the franchisee pursuant to this subparagraph division (b)~~
 6 ~~for a period not to exceed seven consecutive fiscal years~~
 7 ~~once the franchise fee is first imposed at a rate in excess~~
 8 ~~of five percent. An ordinance increasing the franchise fee~~
 9 ~~rate to greater than five percent pursuant to this subparagraph~~
 10 ~~division (b) shall not become effective unless approved at~~
 11 ~~an election. After passage of the ordinance, the council~~
 12 ~~shall submit the proposal at a special election held on a date~~
 13 ~~specified in [section 39.2, subsection 4](#), paragraph "b". If a~~
 14 ~~majority of those voting on the proposal approves the proposal,~~
 15 ~~the city may proceed as proposed. The complete text of the~~
 16 ~~ordinance shall be included on the ballot and the full text~~
 17 ~~of the ordinance posted for the voters pursuant to section~~
 18 ~~52.25. All absentee voters shall receive the full text of the~~
 19 ~~ordinance along with the absentee ballot. This subparagraph~~
 20 ~~division (b) is repealed July 1, 2030.~~

21 Sec. 99. Section 384.3A, subsection 3, paragraph j, Code
 22 2023, is amended to read as follows:

23 j. For franchise fees assessed and collected by a city in
 24 excess of five percent of gross revenues generated from sales
 25 of the franchisee within the city pursuant to section 364.2,
 26 subsection 4, paragraph "f", subparagraph (1), subparagraph
 27 division (b), during fiscal years beginning on or after July 1,
 28 ~~2013~~ 2024, but before July 1, 2030, the adjustment, renewal,
 29 or extension of any part or all of the legal indebtedness of
 30 a city, whether evidenced by bonds, warrants, court-approved
 31 settlements, court-approved compromises, or judgments, or the
 32 funding or refunding of the same, if such legal indebtedness
 33 relates to restitution, a refund, or a return ordered by a
 34 court of competent jurisdiction for franchise fees assessed
 35 and collected by the city before June 20, 2013 solely for the

1 reduction of property tax levies that support the operation and
2 maintenance of a municipal transit system or a regional transit
3 district or to maintain transportation service levels of a
4 municipal transit system or a regional transit district. This
5 paragraph "j" is repealed July 1, 2030.

6 Sec. 100. EFFECTIVE DATE. This division of this Act takes
7 effect July 1, 2024.

8 DIVISION XII

9 COUNTY AUDITOR VALUATION REPORTS

10 Sec. 101. Section 331.510, subsections 3 and 4, Code 2023,
11 are amended to read as follows:

12 3. An annual report not later than January 1 to the
13 department of management of the valuation by class of property
14 for each taxing district in the county on forms provided by the
15 department of management. The valuations reported shall be
16 those valuations used for determining the levy rates necessary
17 to fund the budgets of the taxing districts for the following
18 fiscal year. Each annual report under this subsection for
19 assessment years beginning on or after January 1, 2024,
20 shall distinguish such values as revaluation or other type of
21 addition to value, as defined and submitted in the assessor's
22 abstract transmitted to the department of revenue under section
23 441.45.

24 4. An annual report not later than January 1 to the
25 governing body of each taxing district in the county of the
26 assessed valuations of taxable property in the taxing district
27 as reported to the department of management. Each annual
28 report under this subsection for assessment years beginning
29 on or after January 1, 2024, shall distinguish such values as
30 revaluation or other type of addition to value, as defined
31 and submitted in the assessor's abstract transmitted to the
32 department of revenue under section 441.45.

33 DIVISION XIII

34 LOCAL GOVERNMENT BUDGETS AND TAXPAYER STATEMENTS

35 Sec. 102. NEW SECTION. **24.2A Budget statements to owners**

1 and taxpayers.

2 1. For purposes of this section only:

3 a. "*Budget year*" is the fiscal year beginning during the
4 calendar year in which a budget is certified.

5 b. "*Current fiscal year*" is the fiscal year ending during
6 the calendar year in which a budget for the budget year is
7 certified.

8 c. "*Effective property tax rate*" means the property tax rate
9 per one thousand dollars of assessed value and is equal to
10 one thousand multiplied by the quotient of the current fiscal
11 year's actual property tax dollars certified for levy divided
12 by the total assessed value used to calculate taxes for the
13 budget year.

14 d. "*Political subdivision*" means a school district, a
15 county, or a city.

16 2. a. On or before March 15 of each year, each political
17 subdivision shall file with the department of management a
18 report containing all necessary information for the department
19 of management to compile and calculate amounts required to be
20 included in the statements mailed under paragraph "b".

21 b. Not later than March 20, the county auditor, using
22 information compiled and calculated by the department of
23 management under paragraph "a", shall send to each property
24 owner or taxpayer within the county by regular mail an
25 individual statement containing all of the following for
26 each of the political subdivisions comprising the owner's or
27 taxpayer's taxing district:

28 (1) The sum of the current fiscal year's actual property
29 taxes certified for levy for all of the political subdivision's
30 levies and the combined property tax rate per one thousand
31 dollars for such tax amount for the current fiscal year.

32 (2) The combined effective property tax rate for the
33 political subdivision calculated using the sum of the current
34 fiscal year's actual property taxes certified for levy for all
35 of the political subdivision's levies under subparagraph (1).

1 (3) The combined amount of the proposed property tax dollars
2 to be certified for all of the political subdivision's levies
3 for the budget year and the proposed combined property tax rate
4 per one thousand dollars for such levies.

5 (4) If the proposed property tax dollars specified
6 under subparagraph (3) exceeds the current fiscal year's
7 actual property tax dollars certified for levy specified in
8 subparagraph (1), a detailed statement of the major reasons for
9 the increase, including the specific purposes or programs for
10 which the political subdivision is proposing an increase.

11 (5) An example comparing the amount of property taxes on
12 a residential property with an actual value of one hundred
13 thousand dollars in the current fiscal year and such amount
14 on the residential property using the proposed property
15 tax dollars for the budget year, including the percentage
16 difference in such amounts.

17 (6) An example comparing the amount of property taxes
18 on a commercial property with an actual value of one hundred
19 thousand dollars in the current fiscal year and such amount on
20 the commercial property using the proposed property tax dollars
21 for the budget year, including the percentage difference in
22 such amounts.

23 (7) The political subdivision's percentage of total
24 property taxes certified for levy in the owner's or taxpayer's
25 taxing district in the current fiscal year among all taxing
26 authorities.

27 (8) The date, time, and location of the political
28 subdivision's public hearing required under subsection 4.

29 (9) Information on how to access on the political
30 subdivision's internet site the political subdivision's
31 statements under this section and other budget documents for
32 prior fiscal years.

33 3. The department of management shall prescribe the form
34 for the report required under subsection 2, paragraph "a", the
35 statements required to be mailed under subsection 2, paragraph

1 "b", and the public hearing notice required under subsection 4,
2 paragraph "b".

3 4. a. Each political subdivision shall set a time and
4 place for a public hearing on the political subdivision's
5 proposed property tax amount for the budget year and the
6 political subdivision's information included in the statements
7 under subsection 2. At the hearing, the governing body
8 of the political subdivision shall receive oral or written
9 testimony from any resident or property owner of the political
10 subdivision. This public hearing shall be separate from
11 any other meeting of the governing body of the political
12 subdivision, including any other meeting or public hearing
13 relating to the political subdivision's budget, and other
14 business of the political subdivision that is not related to
15 the proposed property tax amounts and the information in the
16 statements shall not be conducted at the public hearing. After
17 all testimony has been received and considered, the governing
18 body may decrease, but not increase, the proposed property tax
19 amount to be included in the political subdivision's budget.

20 b. (1) If the political subdivision is a county, notice
21 of the public hearing shall be published not less than ten
22 nor more than twenty days prior to the hearing in the county
23 newspapers selected under chapter 349.

24 (2) If the political subdivision is a city, notice of the
25 public hearing shall be published not less than ten nor more
26 than twenty days prior to the hearing in a newspaper published
27 at least once weekly and having general circulation in the
28 city. However, if the city has a population of two hundred or
29 less, publication may be made by posting in three public places
30 in the city.

31 (3) If the political subdivision is a school district,
32 notice of the public hearing shall be published not less
33 than ten nor more than twenty days prior to the hearing in
34 a newspaper published in the school district, if any, and if
35 not, then in a newspaper of general circulation in the school

1 district.

2 *c.* Notice of the hearing shall also be posted and clearly
 3 identified on the political subdivision's internet site
 4 for public viewing beginning on the date of the newspaper
 5 publication and shall be maintained on the political
 6 subdivision's internet site with all such prior year notices
 7 and copies of the statements mailed under subsection 2.
 8 Additionally, if the political subdivision maintains a social
 9 media account on one or more social media applications, the
 10 public hearing notice or an electronic link to the public
 11 hearing notice shall be posted on each such account on the same
 12 day as the publication of the notice.

13 Sec. 103. Section 24.3, unnumbered paragraph 1, Code 2023,
 14 is amended to read as follows:

15 A municipality shall not certify or levy in any fiscal year
 16 any tax on property subject to taxation unless and until the
 17 following estimates have been made, filed, and considered,
 18 and for school districts, the individual statements have been
 19 mailed and public hearings held, as provided in [this chapter](#):

20 Sec. 104. Section 24.10, Code 2023, is amended to read as
 21 follows:

22 **24.10 Levies void.**

23 The verified proof of the publication of the notice under
 24 section 24.9 shall be filed in the office of the county auditor
 25 and preserved by the auditor. A levy shall not be valid unless
 26 and until ~~that notice is~~ such notices are published, mailed,
 27 and filed. However, failure of an owner or taxpayer to receive
 28 a statement under section 24.2A shall not invalidate a levy.

29 Sec. 105. Section 24.17, subsection 1, Code 2023, is amended
 30 to read as follows:

31 1. The local budgets of the various political subdivisions
 32 shall be certified by the chairperson of the certifying board
 33 or levying board, as the case may be, in duplicate to the
 34 county auditor not later than March 15 of each year on forms,
 35 and pursuant to instructions, prescribed by the department

1 of management. However, if the political subdivision is a
 2 county, ~~or a city, its budget shall be certified not later than~~
 3 ~~March 31 of each year, and if the political subdivision is or a~~
 4 school district, as defined in section 257.2, its budget shall
 5 be certified not later than April ~~15~~ 30 of each year.

6 Sec. 106. Section 24.27, subsection 1, Code 2023, is amended
 7 to read as follows:

8 1. Not later than ~~March 25, or April 10 for a county or~~
 9 ~~a city, or April 25 if the municipality is a school district~~
 10 May 10, a number of persons in any municipality political
 11 subdivision equal to one-fourth of one percent of those voting
 12 for the office of governor, at the last general election in the
 13 municipality political subdivision, but the number shall not be
 14 less than ten, and the number need not be more than one hundred
 15 persons, who are affected by any proposed budget, expenditure
 16 or tax levy, or by any item thereof, may appeal from any
 17 decision of the certifying board or the levying board by filing
 18 with the county auditor of the county in which the ~~municipal~~
 19 ~~corporation~~ political subdivision is located, a written protest
 20 setting forth their objections to the budget, expenditure or
 21 tax levy, or to one or more items thereof, and the grounds for
 22 their objections. If a budget is certified after ~~March 15, or~~
 23 ~~March 31 in the case of a county or a city, or April 15 in the~~
 24 ~~case of a school district~~ 30, all appeal time limits shall be
 25 extended to correspond to allowances for a timely filing.

26 Sec. 107. Section 24.28, Code 2023, is amended to read as
 27 follows:

28 **24.28 Hearing on protest.**

29 The state board, within a reasonable time, shall fix a date
 30 for an initial hearing on the protest and may designate a
 31 deputy to hold the hearing, which shall be held in the county
 32 or in one of the counties in which the municipality political
 33 subdivision is located. Notice of the time and place of the
 34 hearing shall be given by certified mail to the appropriate
 35 officials of the local government and to the first ten property

1 owners whose names appear upon the protest, at least five
 2 days before the date fixed for the hearing. At all hearings,
 3 the burden shall be upon the objectors with reference to any
 4 proposed item in the budget which was included in the budget
 5 of the previous year and which the objectors propose should
 6 be reduced or excluded; but the burden shall be upon the
 7 certifying board or the levying board, as the case may be,
 8 to show that any new item in the budget, or any increase in
 9 any item in the budget, is necessary, reasonable, and in the
 10 interest of the public welfare.

11 Sec. 108. Section 24.48, subsection 4, Code 2023, is amended
 12 to read as follows:

13 4. The city finance committee shall have officially
 14 notified any city of its approval, modification or rejection
 15 of the city's appeal of the decision of the director of the
 16 department of management regarding a city's request for a
 17 suspension of the statutory property tax levy limitation prior
 18 to thirty-five days before ~~March 31~~April 30.

19 Sec. 109. Section 275.29, subsection 1, Code 2023, is
 20 amended to read as follows:

21 1. Between July 1 and July 20, or on a date determined by
 22 agreement of the initial board and the boards of districts
 23 receiving territory of the school districts affected, but not
 24 later than August 30, the initial board shall meet with the
 25 boards of districts receiving territory of the school districts
 26 affected, for the purpose of reaching joint agreement on an
 27 equitable division of the assets and an equitable distribution
 28 of the liabilities of the school districts affected. In
 29 addition, if outstanding general obligation indebtedness is in
 30 existence in any district, the initial board of directors of
 31 the newly formed school district shall meet with the boards of
 32 all school districts affected prior to ~~April 15~~ April 30 prior to
 33 the school year the reorganization is effective to determine
 34 the distribution of liability for payment of the general
 35 obligation bonded indebtedness between the districts so that

1 the newly formed district may certify its budget under the
 2 procedures specified in [chapter 24](#). The boards shall consider
 3 the mandatory levy required in [section 76.2](#) and shall assure
 4 the satisfaction of outstanding obligations. If a school
 5 district affected by the reorganization has outstanding bonds
 6 issued under [section 423E.5](#) or [423F.4](#), the joint agreement
 7 shall assure that the estimated revenue under [section 423F.2](#)
 8 for each district to which liability for payment of such bonds
 9 is assigned is sufficient for the payment of principal and
 10 interest on the outstanding bonds required to be paid in the
 11 budget year following reorganization.

12 Sec. 110. Section 298.2, subsection 1, paragraph b, Code
 13 2023, is amended to read as follows:

14 b. For school budget years beginning on or after July 1,
 15 2015, a school district may by resolution of the board of
 16 directors adopted prior to April ~~15~~ 30 preceding the budget
 17 year impose a physical plant and equipment levy at a rate in
 18 excess of the levy rate limitations under paragraph "a" if the
 19 board has refunded or refinanced a loan agreement entered into
 20 under [section 297.36](#) and such refunding or refinancing complies
 21 with the maturity period authorized under section 297.36,
 22 subsection 1, paragraph "c", and results in a lower amount of
 23 interest on the amount of the loan agreement. However, the
 24 rate imposed by a school district under this paragraph shall
 25 not exceed the rate imposed during the budget year in which
 26 the loan agreement was refunded or refinanced. Authorization
 27 to exceed the levy rate limitations of paragraph "a" shall
 28 terminate upon the maturity of the loan agreement after
 29 refunding or refinancing. Upon adoption of the resolution
 30 under this paragraph "b", the board shall comply with the
 31 requirements of [section 297.36, subsection 1, paragraph "b"](#).

32 Sec. 111. Section 298.2, subsection 3, Code 2023, is amended
 33 to read as follows:

34 3. The board of directors of a school district may certify
 35 for levy by April ~~15~~ 30 of a school year a tax on all taxable

1 property in the school district for the regular physical plant
2 and equipment levy.

3 Sec. 112. Section 298.2, subsection 4, paragraph b, Code
4 2023, is amended to read as follows:

5 b. If a combination of a property tax and income surtax is
6 used, by April ~~15~~ 30 of the previous school year, the board
7 shall certify the percent of the income surtax to be imposed
8 and the amount to be raised to the department of management
9 and the department of management shall establish the rate of
10 the property tax and income surtax for the school year. The
11 physical plant and equipment property tax and income surtax
12 shall be levied or imposed, collected, and paid to the school
13 district in the manner provided for the instructional support
14 program in [sections 257.21 through 257.26](#).

15 Sec. 113. Section 298.4, subsection 1, unnumbered paragraph
16 1, Code 2023, is amended to read as follows:

17 The board of directors of a school district may certify for
18 levy by April ~~15~~ 30 of a school year, a tax on all taxable
19 property in the school district for a district management levy.
20 The revenue from the tax levied in [this section](#) shall be placed
21 in the district management levy fund of the school district.
22 The district management levy shall be expended only for the
23 following purposes:

24 Sec. 114. Section 298.10, subsection 1, Code 2023, is
25 amended to read as follows:

26 1. The board of directors of a school district may certify
27 for levy by April ~~15~~ 30 of a school year, a tax on all taxable
28 property in the school district in order to raise an amount
29 for a necessary cash reserve for a school district's general
30 fund. The amount raised for a necessary cash reserve does not
31 increase a school district's authorized expenditures as defined
32 in [section 257.7](#).

33 Sec. 115. Section 300.2, subsection 2, Code 2023, is amended
34 to read as follows:

35 2. If a majority of the votes cast upon the proposition is

1 in favor of the proposition, the board shall certify the amount
 2 required for a fiscal year to the county board of supervisors
 3 by April ~~15~~ 30 of the preceding fiscal year. The board of
 4 supervisors shall levy the amount certified. The amount shall
 5 be placed in the public education and recreation levy fund of
 6 the district and shall be used only for the purposes specified
 7 in this chapter.

8 Sec. 116. Section 331.422, unnumbered paragraph 1, Code
 9 2023, is amended to read as follows:

10 Subject to this section and sections 331.423 through 331.426
 11 or as otherwise provided by state law, the board of each county
 12 shall certify property taxes annually at its ~~March~~ April
 13 session to be levied for county purposes as follows:

14 Sec. 117. Section 331.434, unnumbered paragraph 1, Code
 15 2023, is amended to read as follows:

16 Annually, the board of each county, subject to section
 17 331.403, subsection 4, sections 331.423 through 331.426,
 18 ~~section 331.433A~~, the applicable portions of chapter 24, and
 19 other applicable state law, shall prepare and adopt a budget,
 20 certify taxes, and provide appropriations as follows:

21 Sec. 118. Section 331.434, subsection 3, Code 2023, is
 22 amended to read as follows:

23 3. Following, and not until, ~~adoption of the resolution~~
 24 ~~under section 331.433A~~, the requirements of section 24.2A are
 25 completed, the board shall set a time and place for a public
 26 hearing on the budget before the final certification date and
 27 shall publish notice of the hearing not less than ten nor more
 28 than twenty days prior to the hearing in the county newspapers
 29 selected under chapter 349. A summary of the proposed budget
 30 and a description of the procedure for protesting the county
 31 budget under section 331.436, in the form prescribed by the
 32 director of the department of management, shall be included
 33 in the notice. Proof of publication of the notice under this
 34 subsection 3 ~~and a copy of the resolution adopted under section~~
 35 ~~331.433A~~ shall be filed with and preserved by the county

1 auditor. A levy is not valid unless and until the notice is
 2 published and ~~the notice and resolution adopted under section~~
 3 ~~331.433A are filed~~ individual statements under section 24.2A
 4 are mailed. The department of management shall prescribe the
 5 form for the public hearing notice for use by counties.

6 Sec. 119. Section 331.434, subsection 5, paragraph a, Code
 7 2023, is amended to read as follows:

8 a. After the hearing, the board shall adopt by resolution
 9 a budget and certificate of taxes for the next fiscal year
 10 and shall direct the auditor to properly certify and file the
 11 budget and certificate of taxes as adopted. The board shall
 12 not adopt a tax in excess of the estimate published ~~or the~~
 13 ~~applicable amounts specified in the resolution adopted under~~
 14 ~~section 331.433A~~, except a tax which is approved by a vote of
 15 the people, and a greater tax than that adopted shall not be
 16 levied or collected. A county budget and certificate of taxes
 17 adopted for the following fiscal year becomes effective on the
 18 first day of that year.

19 Sec. 120. Section 331.434, subsection 7, Code 2023, is
 20 amended to read as follows:

21 7. Taxes levied by a county whose budget is certified after
 22 ~~March 31~~ April 30 shall be limited to the prior year's budget
 23 amount. However, this penalty may be waived by the director
 24 of the department of management if the county demonstrates
 25 that the ~~March 31~~ deadline was missed because of circumstances
 26 beyond the control of the county.

27 Sec. 121. Section 331.435, subsection 2, Code 2023, is
 28 amended to read as follows:

29 2. The board shall prepare and adopt a budget amendment in
 30 the same manner as the original budget as provided in section
 31 331.434, but excluding the requirements for ~~adoption of the~~
 32 ~~resolution under section 331.433A~~ mailing individual statements
 33 under section 24.2A, and the amendment is subject to protest as
 34 provided in section 331.436, except that the director of the
 35 department of management may by rule provide that amendments

1 of certain types or up to certain amounts may be made without
 2 public hearing and without being subject to protest. A county
 3 budget for the ensuing fiscal year shall be amended by May 31
 4 to allow time for a protest hearing to be held and a decision
 5 rendered before June 30. An amendment of a budget after May
 6 31 which is properly appealed but without adequate time for
 7 hearing and decision before June 30 is void.

8 Sec. 122. Section 331.436, Code 2023, is amended to read as
 9 follows:

10 **331.436 Protest.**

11 Protests to the adopted budget must be made in accordance
 12 with [sections 24.27 through 24.32](#) as if the county were the
 13 municipality under those sections except that the protest must
 14 be filed no later than ~~April~~ May 10 and the number of people
 15 necessary to file a protest under [this section](#) shall not be
 16 less than one hundred.

17 Sec. 123. Section 384.2, subsection 1, Code 2023, is amended
 18 to read as follows:

19 1. Except as otherwise provided for special charter cities,
 20 a city's fiscal year shall be as provided in section 24.2,
 21 subsection 3. All city property taxes must be certified by
 22 a city to the county auditor on or before ~~March 31~~ April
 23 30 of each year, unless otherwise provided by state law.
 24 However, municipal utilities, if not supported by taxation
 25 or the proceeds of outstanding indebtedness payable from
 26 taxes may, with the council's consent, choose to operate on a
 27 fiscal year which is the calendar year. The receipt by the
 28 utility of payments from other governmental funds for public
 29 fire protection, street lighting, or other public use of the
 30 utility's services shall not be deemed support by taxation.
 31 After notice and hearing in the same manner as required for the
 32 city's regular budget under [section 384.16](#), the utility budget
 33 must be approved by resolution of the council not later than
 34 twenty days prior to the beginning of the calendar year for
 35 which the budget applies.

1 Sec. 124. Section 384.16, unnumbered paragraph 1, Code
2 2023, is amended to read as follows:

3 Annually, a city that has satisfied the requirements of
4 ~~section 384.15A~~ and section 384.22, subsection 3, and the
5 applicable portions of chapter 24, shall prepare and adopt a
6 budget, and shall certify taxes as follows:

7 Sec. 125. Section 384.16, subsections 3, 5, and 6, Code
8 2023, are amended to read as follows:

9 3. Following, and not until, ~~adoption of the resolution~~
10 ~~under section 384.15A~~, requirements of section 24.2A are
11 completed, the council shall set a time and place for public
12 hearing on the budget before the final certification date and
13 shall publish notice of the hearing not less than ten nor more
14 than twenty days before the hearing in a newspaper published
15 at least once weekly and having general circulation in the
16 city. However, if the city has a population of two hundred
17 or less, publication may be made by posting in three public
18 places in the city. A summary of the proposed budget and a
19 description of the procedure for protesting the city budget
20 under section 384.19, in the form prescribed by the director of
21 the department of management, shall be included in the notice.
22 Proof of publication of the notice under this subsection 3 and
23 ~~a copy of the resolution adopted under section 384.15A~~ must be
24 filed with the county auditor. The department of management
25 shall prescribe the form for the public hearing notice for use
26 by cities.

27 5. After the hearing, the council shall adopt by resolution
28 a budget for at least the next fiscal year, and the clerk
29 shall certify the necessary tax levy for the next fiscal year
30 to the county auditor and the county board of supervisors.
31 The tax levy certified may be less than but not more than
32 the amount estimated in the proposed budget submitted at
33 the final hearing ~~or the applicable amount specified in the~~
34 ~~resolution adopted under section 384.15A~~, unless an additional
35 tax levy is approved at a city election. Two copies each of

1 the detailed budget as adopted and of the tax certificate must
 2 be transmitted to the county auditor, who shall complete the
 3 certificates and transmit a copy of each to the department of
 4 management.

5 6. Taxes levied by a city whose budget is certified after
 6 ~~March 31~~ April 30 shall be limited to the prior year's budget
 7 amount. However, this penalty may be waived by the director of
 8 the department of management if the city demonstrates that the
 9 ~~March 31~~ deadline was missed because of circumstances beyond
 10 the control of the city.

11 Sec. 126. Section 384.17, Code 2023, is amended to read as
 12 follows:

13 **384.17 Levy by county.**

14 At the time required by law, the county board of supervisors
 15 shall levy the taxes necessary for each city fund for the
 16 following fiscal year. The levy must be as shown in the
 17 adopted city budget and as certified by the clerk, subject to
 18 any changes made after a protest hearing, and any additional
 19 tax rates approved at a city election. A city levy is not valid
 20 until proof of publication or posting of notice of a budget
 21 hearing under section 384.16, subsection 3, and ~~the notice and~~
 22 ~~resolution adopted under section 384.15A~~ are is filed with
 23 the county auditor and individual statements are mailed under
 24 section 24.2A.

25 Sec. 127. Section 384.18, subsection 2, Code 2023, is
 26 amended to read as follows:

27 2. A budget amendment must be prepared and adopted in the
 28 same manner as the original budget, as provided in section
 29 384.16, excluding the requirement for the mailing of individual
 30 statements under section 24.2A, and is subject to protest as
 31 provided in section 384.19, except that the committee may by
 32 rule provide that amendments of certain types or up to certain
 33 amounts may be made without public hearing and without being
 34 subject to protest. A city budget shall be amended by May
 35 31 of the current fiscal year to allow time for a protest

1 hearing to be held and a decision rendered before June 30. The
2 amendment of a budget after May 31, which is properly appealed
3 but without adequate time for hearing and decision before June
4 30 is void.

5 Sec. 128. REPEAL. Sections 331.433A and 384.15A, Code 2023,
6 are repealed.

7 Sec. 129. IMPLEMENTATION. Section 25B.2, subsection 3,
8 shall not apply to this division of this Act.

9 Sec. 130. APPLICABILITY. This division of this Act applies
10 to school district, county, and city budgets for fiscal years
11 beginning on or after July 1, 2024.

12 DIVISION XIV

13 DRIVER'S LICENSES AND NONOPERATOR'S IDENTIFICATION CARDS

14 Sec. 131. Section 321M.9, subsection 1, paragraph a, Code
15 2023, is amended by adding the following new subparagraph:

16 NEW SUBPARAGRAPH. (4) The ten-dollar convenience fee
17 collected pursuant to subsection 1A.

18 Sec. 132. Section 321M.9, Code 2023, is amended by adding
19 the following new subsection:

20 NEW SUBSECTION. 1A. *Convenience fee.* A county authorized
21 to issue driver's licenses under this chapter may charge, in
22 addition to any other fee imposed by law, a convenience fee for
23 the issuance or renewal of a driver's license or nonoperator's
24 identification card to a person who is not a resident of the
25 county, unless that person pays property tax to the county
26 and provides proof of payment such as a receipt as provided
27 in section 445.5, subsection 6, or another form of proof as
28 determined by the county. The convenience fee shall be ten
29 dollars.

30 DIVISION XV

31 WRITING FEES

32 Sec. 133. Section 321G.27, subsection 1, paragraphs a, b,
33 and c, Code 2023, are amended by striking the paragraphs.

34 Sec. 134. Section 321G.27, subsection 1, Code 2023, is
35 amended by adding the following new paragraph:

1 NEW PARAGRAPH. *Od.* The county recorder shall collect
2 a writing fee of two dollars for each privilege under this
3 chapter.

4 Sec. 135. Section 321G.29, subsection 3, Code 2023, is
5 amended to read as follows:

6 3. An owner of a snowmobile shall apply to the county
7 recorder for issuance of a certificate of title within thirty
8 days after acquisition. The application shall be on forms
9 the department prescribes and accompanied by the required fee
10 specified in section 321G.30 and the writing fee specified in
11 section 321G.27. The application shall include a certification
12 signed in writing containing substantially the representation
13 that statements made are true and correct to the best of the
14 applicant's knowledge, information, and belief, under penalty
15 of perjury. The application shall contain the date of sale
16 and gross price of the snowmobile or the fair market value if
17 no sale immediately preceded the transfer and any additional
18 information the department requires. If the application is
19 made for a snowmobile last previously registered or titled in
20 another state or foreign country, the application shall contain
21 this information and any other information the department
22 requires.

23 Sec. 136. Section 321G.31, Code 2023, is amended to read as
24 follows:

25 **321G.31 Transfer or repossession by operation of law.**

26 1. If ownership of a snowmobile is transferred by
27 operation of law, such as by inheritance, order in bankruptcy,
28 insolvency, replevin, or execution sale, the transferee, within
29 thirty days after acquiring the right to possession of the
30 snowmobile, shall mail or deliver to the county recorder of
31 the transferee's county of residence satisfactory proof of
32 ownership as the county recorder requires, together with an
33 application for a new certificate of title, and the required
34 fee, plus the writing fee specified in section 321G.27.
35 However, if the transferee is the surviving spouse of the

1 deceased owner, the county recorder shall waive the required
2 fee fees.

3 2. If a lienholder repossesses a snowmobile by operation of
4 law and holds it for resale, the lienholder shall secure a new
5 certificate of title and shall pay the required fee, plus the
6 writing fee specified in section 321G.27.

7 Sec. 137. Section 321G.32, subsection 1, Code 2023, is
8 amended by adding the following new paragraph:

9 NEW PARAGRAPH. c. The application shall be accompanied by
10 the writing fee specified in section 321G.27.

11 Sec. 138. Section 321I.29, subsection 1, paragraphs a, b,
12 and c, Code 2023, are amended by striking the paragraphs.

13 Sec. 139. Section 321I.29, subsection 1, Code 2023, is
14 amended by adding the following new paragraph:

15 NEW PARAGRAPH. d. The county recorder shall collect
16 a writing fee of two dollars for each privilege under this
17 chapter.

18 Sec. 140. Section 321I.31, subsection 3, Code 2023, is
19 amended to read as follows:

20 3. An owner of an all-terrain vehicle shall apply to
21 the county recorder for issuance of a certificate of title
22 within thirty days after acquisition. The application shall
23 be on forms the department prescribes and accompanied by the
24 required fee specified in section 321I.32 and the writing fee
25 specified in section 321I.29. The application shall include a
26 certification signed in writing containing substantially the
27 representation that statements made are true and correct to the
28 best of the applicant's knowledge, information, and belief,
29 under penalty of perjury. The application shall contain the
30 date of sale and gross price of the all-terrain vehicle or the
31 fair market value if no sale immediately preceded the transfer
32 and any additional information the department requires. If the
33 application is made for an all-terrain vehicle last previously
34 registered or titled in another state or foreign country,
35 the application shall contain this information and any other

1 information the department requires.

2 Sec. 141. Section 321I.33, Code 2023, is amended to read as
3 follows:

4 **321I.33 Transfer or repossession by operation of law.**

5 1. If ownership of an all-terrain vehicle is transferred by
6 operation of law, such as by inheritance, order in bankruptcy,
7 insolvency, replevin, or execution sale, the transferee,
8 within thirty days after acquiring the right to possession of
9 the all-terrain vehicle, shall mail or deliver to the county
10 recorder of the transferee's county of residence satisfactory
11 proof of ownership as the county recorder requires, together
12 with an application for a new certificate of title, and
13 the required fee, plus the writing fee specified in section
14 321I.29. However, if the transferee is the surviving spouse
15 of the deceased owner, the county recorder shall waive the
16 required fee fees.

17 2. If a lienholder repossesses an all-terrain vehicle by
18 operation of law and holds it for resale, the lienholder shall
19 secure a new certificate of title and shall pay the required
20 fee, plus the writing fee specified in section 321I.29.

21 Sec. 142. Section 321I.34, subsection 1, Code 2023, is
22 amended by adding the following new paragraph:

23 NEW PARAGRAPH. c. The application shall be accompanied by
24 the writing fee specified in section 321I.29.

25 Sec. 143. Section 462A.53, Code 2023, is amended to read as
26 follows:

27 **462A.53 Amount of writing fees.**

28 A writing fee of ~~one dollar and twenty-five cents~~ two dollars
29 for each privilege shall be collected by the county recorder.

30 Sec. 144. Section 462A.77, subsection 4, Code 2023, is
31 amended to read as follows:

32 4. Every owner of a vessel subject to titling under this
33 chapter shall apply to the county recorder for issuance of a
34 certificate of title for the vessel within thirty days after
35 acquisition. The application shall be on forms the department

1 prescribes, and accompanied by the required fee specified
 2 in section 462A.78 and the writing fee specified in section
 3 462A.53. The application shall be signed and shall include a
 4 certification signed in writing containing substantially the
 5 representation that statements made are true and correct to the
 6 best of the applicant's knowledge, information, and belief,
 7 under penalty of perjury. The application shall contain
 8 the date of sale and gross price of the vessel or the fair
 9 market value if no sale immediately preceded the transfer, and
 10 any additional information the department requires. If the
 11 application is made for a vessel last previously registered or
 12 titled in another state or foreign country, it shall contain
 13 this information and any other information the department
 14 requires.

15 Sec. 145. Section 462A.82, subsections 1 and 2, Code 2023,
 16 are amended to read as follows:

17 1. If ownership of a vessel is transferred by operation of
 18 law, such as by inheritance, order in bankruptcy, insolvency,
 19 replevin, execution sale, or in compliance with [section 578A.7](#),
 20 the transferee, within thirty days after acquiring the right
 21 to possession of the vessel by operation of law, shall mail or
 22 deliver to the county recorder satisfactory proof of ownership
 23 as the county recorder requires, together with an application
 24 for a new certificate of title, and the required fee, plus the
 25 writing fee specified in section 462A.53. However, if the
 26 transferee is the surviving spouse of the deceased owner, the
 27 county recorder shall waive the required fee fees. A title tax
 28 is not required on these transactions.

29 2. If a lienholder repossesses a vessel by operation of
 30 law and holds it for resale, the lienholder shall secure a new
 31 certificate of title and shall pay the required fee, plus the
 32 writing fee specified in section 462A.53.

33 Sec. 146. Section 462A.84, subsection 1, Code 2023, is
 34 amended by adding the following new paragraph:

35 NEW PARAGRAPH. c. The application shall be accompanied by

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1 the writing fee specified in section 462A.53.